

TOWN OF VIDALIA, LOUISIANA
ANNUAL FINANCIAL STATEMENTS
AS OF JUNE 30, 2010
AND FOR THE YEAR THEN ENDED
WITH
INDEPENDENT AUDITOR'S REPORT

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 2/2/11



SILAS SIMMONS LLP
CERTIFIED PUBLIC ACCOUNTANTS *and* ADVISORS

TOWN OF VIDALIA, LOUISIANA
Annual Financial Statements
As of and for the Year Ended June 30, 2010
With Supplemental Information Schedules

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INDEPENDENT AUDITOR'S REPORT

The Honorable Hiram Copeland, Mayor
and Members of the Board of Aldermen
Town of Vidalia
Vidalia, Louisiana

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Vidalia, Louisiana, as of and for the year ended June 30, 2010, which collectively comprise the Town's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Town's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Vidalia, Louisiana as of June 30, 2010, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 20, 2010, on our consideration of the Town of Vidalia, Louisiana's internal control over financial reporting and our test of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis and budgetary comparison information on pages 3 through 10 and pages 39 through 42, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Vidalia, Louisiana's basic financial statements as a whole. The combining and individual fund statements and schedules described in the accompanying table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied by us in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

A handwritten signature in cursive script that reads "Silas Simms, CPA". The signature is written in dark ink and is positioned above the typed name and date.

Natchez, Mississippi
December 20, 2010

Required Supplemental Information (Part I)

TOWN OF VIDALIA, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2010

The Management of the Town of Vidalia, Louisiana offers readers of the Town of Vidalia, Louisiana's (Town) financial statements this narrative overview and analysis of the financial activities of the Town for the fiscal year ended June 30, 2010. This management's discussion and analysis (MD&A) is designed to provide an objective analysis of the Town's financial activities based on currently known facts, decisions, and conditions. It is intended to provide readers with a broad overview of Town finances. It is also intended to provide readers with an analysis of the Town's short-term and long-term activities based on information presented in the financial report and fiscal policies that have been adopted by the Town. Specifically, this section is designed to assist the reader in focusing on significant financial issues, provide an overview of the Town's financial activity, identify changes in the Town's financial position (its ability to address the next and subsequent year challenges), identify any material deviations from the financial plan (the approved budget), and identify individual fund issues or concerns.

Overview of the Financial Statements

This section is intended to serve as an introduction to the Town's financial statements. The Town's basic financial statements consist of the government-wide financial statements, fund financial statements, and notes to the financial statements. This report also contains other supplementary information, which is in addition to the basic financial statements.

Government-Wide Financial Statements

Government-wide financial statements are designed to provide readers with a concise "entity-wide" Statement of Net Assets and Statement of Activities, which seek to give the user of the financial statements a broad overview of the Town's financial position and results of operations in a manner similar to private sector businesses.

The statement of net assets presents information on all of the Town's assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private sector companies. The difference between the two is reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the Town is improving or weakening.

The statement of activities presents information which shows how the government's net assets changed during this fiscal year. All changes in net assets are reported as soon as the underlying event occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future periods (e.g. uncollected taxes).

Each of these reports is broken down between governmental activities and business-type activities. Governmental activities normally are those activities that are supported by taxes, licenses, permits, fines, and intergovernmental revenues, for example, the police and fire departments. Business-type activities are functions that are intended to support their costs through charges for services or fees such as the gas, electric, water, and sewer departments.

TOWN OF VIDALIA, LOUISIANA

MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2010

Government-Wide Financial Analysis

As noted earlier, net assets may, over time, serve as a useful indicator of a government's financial position. At the close of the most recent fiscal year, the Town's assets exceeded its liabilities by \$47,343,762 (net assets); this represents an increase of \$1,214,742 from last fiscal year and a prior period adjustment of (\$499,597). Of this total net asset amount, \$9,628,721 is unrestricted net assets. The Town's net assets are comprised of \$29,247,264 from governmental activities and \$18,096,498 from business-type Activities.

The following is a condensed statement of the Town of Vidalia's net assets as of June 30, 2010 and 2009:

	Governmental Activities		Business-Type Activities		Total	
	2010	2009	2010	2009	2010	2009
Assets						
Current and other assets	\$ 15,022,032	\$ 14,946,708	\$ 1,784,985	\$ 1,760,378	\$ 16,807,017	\$ 16,707,086
Capital assets (net)	20,601,016	20,200,824	18,324,489	18,146,074	38,925,505	38,346,898
Total	\$ 35,623,048	\$ 35,147,532	\$ 20,109,474	\$ 19,906,452	\$ 55,732,522	\$ 55,053,984
Liabilities						
Other liabilities	\$ 2,758,784	\$ 2,325,534	\$ 2,012,976	\$ 1,854,833	\$ 4,771,760	\$ 4,180,367
Long-term liabilities	3,617,000	4,245,000	-	-	3,617,000	4,245,000
Total liabilities	\$ 6,375,784	\$ 6,570,534	\$ 2,012,976	\$ 1,854,833	\$ 8,388,760	\$ 8,425,367
Net Assets						
Invested in capital assets	\$ 20,601,016	\$ 20,200,824	\$ 18,324,489	\$ 18,146,074	\$ 38,925,505	\$ 38,346,898
Less related debt	(3,990,000)	(4,620,000)	-	-	(3,990,000)	(4,620,000)
Net of related debt	\$ 16,611,016	\$ 15,580,824	\$ 18,324,489	\$ 18,146,074	\$ 34,935,505	\$ 33,726,898
Restricted	2,779,536	3,167,919	-	-	2,779,536	3,167,919
Unrestricted	9,856,712	9,828,255	(227,991)	(94,455)	9,628,721	9,733,800
Total net assets	\$ 29,247,264	\$ 28,576,998	\$ 18,096,498	\$ 18,051,619	\$ 47,343,762	\$ 46,628,617

By far, the largest portion of the Town's net assets (\$34,935,505 or 74%) reflects its investment in capital assets (e.g. land, buildings, machinery and equipment, Town infrastructure, etc.) less any related debt used to acquire those assets that is still outstanding. The Town uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Town's capital assets are reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the Town's net assets (\$2,779,536) represents resources that are subject to external restrictions on how they may be used. The remaining balance (\$9,628,721) are unrestricted net assets which may be used to meet the government's on-going obligations to citizens and creditors subject to certain conditions as set forth in Note 15 on page 36 of this report.

The Town has total outstanding debt of \$3,990,000, which was used to finance some of the \$38,925,505 capital assets. (For more detailed information on the Town's debt and capital assets, see Pages 29 through 32.) Total liabilities of \$8,388,760 are equal to 15% of the total assets.

TOWN OF VIDALIA, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2010

Government-Wide Financial Analysis (continued)

The Town's governmental activities increased net assets by \$670,266. This increase is mainly due to the sales tax fund revenues exceeding expenses by \$521,870.

Governmental Activities

The governmental activities of the Town include general government, public safety, public works, economic development, and payment of interest on long-term debt. Revenues and expenditures related to the Town's involvement in the S. A. Murray Hydro Electric Station are also included in governmental activities. In that revenues normally associated with municipal operations, (e.g. sales tax, property tax, franchise fees, license fees, sanitation fees, permits, fines, and operating grants) are insufficient for the funding of these activities, the Town has relied on transfers of excess revenue from its enterprise funds to cover the cost of all activities other than economic development. In that the enterprise fund generated no excess revenue during the fiscal year just ending these activities were totally funded from net revenues of the hydro royalty fund. Economic development activities in the majority are funded by capital grants and contributions.

The following is a summary of the statement of activities:

	Governmental Activities		Business-Type Activities		Total	
	2010	2009	2010	2009	2010	2009
Revenue						
Program revenue	\$ 4,339,513	\$ 5,549,450	\$ 10,494,713	\$ 12,435,289	\$ 14,828,226	\$ 17,984,739
General revenue and transfers	19,353,481	15,186,928	1,167,253	2,118,088	20,520,734	17,305,016
Total revenue and transfers	<u>\$ 23,686,994</u>	<u>\$ 20,736,378</u>	<u>\$ 11,661,966</u>	<u>\$ 14,553,377</u>	<u>\$ 35,348,960</u>	<u>\$ 35,289,755</u>
Expenses						
General and administrative	\$ 16,683,071	\$ 13,048,491	\$ -	\$ -	\$ 16,683,071	\$ 13,048,491
Public safety	3,269,187	3,473,363	-	-	3,269,187	3,473,363
Public works	2,167,076	2,707,308	-	-	2,167,076	2,707,308
Economic development	178,190	178,190	-	-	178,190	178,190
Combined utility	-	-	10,185,616	11,104,447	10,185,616	11,104,447
Convention Center	-	-	1,431,471	1,108,176	1,431,471	1,108,176
Interest on long-term debt	219,607	350,524	-	-	219,607	350,524
Total expenses	<u>\$ 22,517,131</u>	<u>\$ 19,757,876</u>	<u>\$ 11,617,087</u>	<u>\$ 12,212,623</u>	<u>\$ 34,134,218</u>	<u>\$ 31,970,499</u>
Increase in net assets	\$ 1,169,863	\$ 978,502	\$ 44,879	\$ 2,340,754	\$ 1,214,742	\$ 3,319,256
Net assets, beginning	\$ 28,576,998	\$ 27,481,775	\$ 18,051,619	\$ 15,702,625	\$ 46,628,617	\$ 43,184,400
Prior period adjustment	(499,597)	116,721	-	8,240	(499,597)	124,961
Net assets, beginning, as restated	<u>\$ 28,077,401</u>	<u>\$ 27,598,496</u>	<u>\$ 18,051,619</u>	<u>\$ 15,710,865</u>	<u>\$ 46,129,020</u>	<u>\$ 43,309,361</u>
Net assets, ending	<u>\$ 29,247,264</u>	<u>\$ 28,576,998</u>	<u>\$ 18,096,498</u>	<u>\$ 18,051,619</u>	<u>\$ 47,343,762</u>	<u>\$ 46,628,617</u>

TOWN OF VIDALIA, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2010

Business-Type Activities

The business-type activities of the Town are those that charge a fee to customers for the services provided. The Town has two business-type activities which are accounted for as enterprise funds. The Town uses enterprise funds to account for the revenues and expenses related to the provision of gas, electric, water, and sewer services (combined utility fund), and for rental of the Bryant Hammett Conference and Convention Center (Riverfront Development Fund).

The following is a summary of the Utility Fund (business-type activity) of the Town:

	Operating Revenues Net of Purchases and Sales Tax				
	Gas	Electric	Water	Sewer	Office
Fiscal year ended June 30, 2009	\$ 274,924	\$ 3,074,536	\$ 593,002	\$ 492,614	\$ -
Fiscal year ended June 30, 2010	558,460	2,650,899	524,014	456,524	-
Increase (decrease) between years	\$ 283,536	\$ (423,637)	\$ (68,988)	\$ (36,090)	\$ (245,179)

	Operating Expenses				
	Gas	Electric	Water	Sewer	Office
Fiscal year ended June 30, 2009	\$ 242,019	\$ 1,998,631	\$ 883,352	\$ 403,425	\$ 447,203
Fiscal year ended June 30, 2010	213,210	2,011,855	895,938	396,062	600,547
Increase (decrease) between years	\$ (28,809)	\$ 13,224	\$ 12,586	\$ (7,363)	\$ 153,344
					\$ 142,982

	Net Income (Loss) From Operations				
	Gas	Electric	Water	Sewer	Office
Fiscal year ended June 30, 2009	\$ 32,905	\$ 1,075,905	\$ (290,350)	\$ 89,189	\$ (447,203)
Fiscal year ended June 30, 2010	345,250	639,044	(371,924)	60,462	(600,547)
Increase (decrease) between years	\$ 312,345	\$ (436,861)	\$ (81,574)	\$ (28,727)	\$ (153,344)
					\$ (388,161)

TOWN OF VIDALIA, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2010

Business-Type Activities (continued)

The reasons for major fluctuations noted above are as follows:

Gross revenues of the utility fund decreased from \$11,564,893 in the previous fiscal year to \$10,257,901 in the fiscal year ended June 30, 2010. Net operating income was \$72,285 for the current fiscal year compared to \$460,446 in the previous fiscal year.

Net income from operations decreased \$388,161 from \$460,446 in the previous year to \$72,285 in the current year. The primary reason for this decrease was a decline in net operating revenues in the electric department in the amount of \$423,637. The cost of electric power decreased from \$6,353,684 in fiscal year 2009, to \$5,402,605 in the current fiscal year while the demand for electric services decreased from \$9,428,220 in fiscal year 2009, to \$8,053,504 in the current fiscal year.

The Town's utility fund generates net revenues used for general fund support. In the past four fiscal years the utility fund has sustained total net losses of \$1,405,193, therefore, the Town has relied on net revenues of the hydro electric fund to replace those previously supplied by the combined utility fund for the support of general fund operations.

Fund Financial Statements - Governmental Funds

The fund financial statements provide more detailed information about the Town's most significant funds - not the Town as a whole. Funds are accounting devices that the Town uses to keep track of specific sources of funding and spending for a particular purpose.

The Town maintains four individual governmental fund types. These fund types are general, special revenue, debt service, and capital projects funds. Information is presented separately in the governmental funds balance sheet (Statement C) and in the governmental fund statement of revenues, expenditures, and changes in fund balances (Statement E) for the general fund, hydro royalty fund, and sales tax fund, which are considered to be major funds. Transactions of the remaining governmental funds are combined and shown as other governmental funds on these statements. Individual fund data for each of the nonmajor governmental funds is provided in the form of combining and individual financial statements in the supplemental information portion of this report, beginning on Page 43.

The Town adopts an annual budget for its governmental funds. A statement of revenues, expenditures, and changes in fund balance for the general fund is presented in the required supplemental information (Part II) which compares actual revenues and expenditures to the original budget and amended budget figures. Budgeted amounts for the remainder of the governmental funds are presented in the individual fund statements.

Financial Analysis of the Town's Governmental Funds

The Town of Vidalia's governmental funds reported combined ending fund balances of \$12,648,999 which is a decrease of \$375,403. This decrease was caused by an decrease in fund balance of \$208,983 in the general fund and a prior period adjustment of 52,250, an increase of \$57,429 in the hydro royalty fund and a prior period adjustment of (\$551,847), an increase of \$521,870 in the sales tax fund, a decrease of \$54,361 in the industrial park fund, and a decrease of \$191,761 in the other government funds.

TOWN OF VIDALIA, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2010

Fund Financial Statements – Governmental Funds (continued)

Governmental Funds - Summary of Financial Data:

	Revenue and Transfers In				
	General	Special Revenue	Debt Service	Capital Projects	Total
Fiscal year ended June 30, 2009	\$ 5,993,143	\$ 20,816,199	\$ 1,031,020	\$ 678,331	\$ 28,518,693
Fiscal year ended June 30, 2010	<u>7,549,499</u>	<u>23,126,364</u>	<u>2,544,368</u>	<u>433,186</u>	<u>33,653,417</u>
Increase (decrease) between years	<u>\$ 1,556,356</u>	<u>\$ 2,310,165</u>	<u>\$ 1,513,348</u>	<u>\$ (245,145)</u>	<u>\$ 5,134,724</u>

	Expenditures and Transfers Out				
	General	Special Revenue	Debt Service	Capital Projects	Total
Fiscal year ended June 30, 2009	\$ 6,352,167	\$ 19,688,067	\$ 706,960	\$ 908,073	\$ 27,655,267
Fiscal year ended June 30, 2010	<u>7,758,482</u>	<u>22,404,805</u>	<u>2,878,498</u>	<u>487,438</u>	<u>33,529,223</u>
Increase (decrease) between years	<u>\$ 1,406,315</u>	<u>\$ 2,716,738</u>	<u>\$ 2,171,538</u>	<u>\$ (420,635)</u>	<u>\$ 5,873,956</u>

	Changes in Fund Balance				
	General	Special Revenue	Debt Service	Capital Projects	Total
Fiscal year ended June 30, 2009	\$ (359,024)	\$ 1,128,132	\$ 324,060	\$ (229,742)	\$ 863,426
Fiscal year ended June 30, 2010	<u>(208,983)</u>	<u>721,559</u>	<u>(334,130)</u>	<u>(54,252)</u>	<u>124,194</u>
Increase (decrease) between years	<u>\$ 150,041</u>	<u>\$ (406,573)</u>	<u>\$ (658,190)</u>	<u>\$ 175,490</u>	<u>\$ (739,232)</u>

Fund Financial Statements – Proprietary Funds

The Town maintains two proprietary funds. Proprietary funds are used to report the same functions as business-type activities. The Town uses enterprise funds (the first type of proprietary fund) to account for its combined gas, electric, water, and sewer operations and a second enterprise fund to account for the operations of the Bryant Hammett Conference and Convention Center. These enterprise funds report the same functions presented as business-type activities in the government-wide financial statements.

TOWN OF VIDALIA, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2010

Fund Financial Statements – Proprietary Funds (continued)

Financial Analysis of the Town's Proprietary Funds

The Town's utility operation proprietary fund shows an increase in ending fund balance of \$60,012. The 2010 operating income of the gas department of \$345,250 represents a \$312,345 increase from fiscal year 2009. The fiscal year 2010 operating loss of the water and sewer departments of \$311,462 represents a decrease in loss of \$110,301 from fiscal year 2009. The electric department generated an operating income of \$639,044 which represents a decrease from fiscal year 2009 of \$463,861. The results of operations for fiscal 2010 were driven by a decrease in utility rates and a corresponding rise in consumption.

The Town's riverfront development fund's addition to the business-type activities resulted in an decrease of fund balance in the amount of \$15,133.

In that financial statements of enterprise funds are presented on the same basis of accounting as in both the government-wide financial statements and the individual fund statements, all comments and analysis made under business-type activities apply to these funds.

Capital Asset and Debt Administration

The total investment in net capital assets as of June 30, 2010, is \$38,925,505, as compared to \$38,346,898 as of the end of the previous fiscal year.

The major capital assets additions during the fiscal year 2010 were \$1,853,508 of equipment acquisitions. During the current fiscal year, \$232,896 of construction projects were completed.

In addition to the above, the Town has construction in progress totaling \$3,319,203 as of June 30, 2010. This construction is a continuation of the riverfront development of \$2,136,324, a riverfront boat launch of \$227,101, sewer rehabilitation of \$402,778, and a transformer rebuild of \$553,000.

At the end of the current fiscal year, the Town had a total outstanding bonded debt of \$3,990,000. Principal payments of \$373,000 are due during the upcoming fiscal year. These obligations are financed through a 1% sales tax collected within the corporate limits of Vidalia.

Budgetary Highlights

Actual general fund revenues for the year ended June 30, 2010, exceeded budgeted revenues by \$154,963. The primary reason for the positive variance was the Town received additional intergovernmental revenues in the amount \$106,728. Actual general fund expenditures were less than total budgeted expenditures by \$87,570. There was an unfavorable variance on transfers. Actual transfers in were \$201,273 less than budgeted amounts. The hydro royalty fund showed a net negative variance of \$3,100,198 while the sales tax fund showed a net negative variance of \$47,130.

TOWN OF VIDALIA, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2010

Current Financial Factors

As stated previously, the Town increased its gas and electric rates so as to absorb increases in the cost of natural gas and electricity as well as increases in operating costs of its combined utility fund over recent fiscal years. Even with these increases, the utility fund was unable to generate net revenues for the support of general fund activities and therefore net revenues from the hydro royalty fund was used for the support of both the general and utility fund activities. During the fiscal year just ended, the hydro royalty fund provided \$5,850,000 towards funding the operations of the general and utility funds compared to \$5,500,000 in the previous fiscal year. It is anticipated that rate increases and electricity cost decreases will yield additional net revenues for the upcoming fiscal year which will lessen amounts required for anticipated increases in the cost of natural gas and electricity, and inability of the hydro royalty fund to provide additional support. Increases in operating costs, will require increases in the fees and charges the Town collects. In the event the Town is unable to reduce its cost of operations, these increases will be substantial.

In addition to the increases noted above, in the event that the net revenues of the hydro royalty fund would decrease due to a low water, low production year, utility rates would have to be increased by as much as 27% in order to generate revenues necessary to support general fund activities, or services provided to its citizens would have to be severely cut.

Requests for Information

This financial report is designed to provide a general overview of the Town of Vidalia, Louisiana's finances for all with an interest in the government's operations. Questions concerning any of the information provided in this report or requests for additional information should be addressed to Ken Walker, Comptroller, Post Office Box 2010, Vidalia, Louisiana 71373.

Basic Financial Statements

Government-Wide Financial Statements

TOWN OF VIDALIA, LOUISIANA

STATEMENT OF NET ASSETS

JUNE 30, 2010

	Governmental Activities	Business- Type Activities	Total
<u>ASSETS</u>			
Cash and cash equivalents	\$ 9,260,989	\$ 113,950	\$ 9,374,939
Receivables (net of allowances for uncollectibles)	303,255	1,257,306	1,560,561
Internal balances	(129,631)	129,631	-
Due from other agencies	5,539,490	-	5,539,490
Due from other governments	47,929	-	47,929
Restricted assets	-	284,098	284,098
Capital assets (net)	20,601,016	18,324,489	38,925,505
Total assets	<u>\$ 35,623,048</u>	<u>\$ 20,109,474</u>	<u>\$ 55,732,522</u>
<u>LIABILITIES</u>			
Accounts, salaries, and other payables	\$ 1,978,630	\$ 1,728,878	\$ 3,707,508
Payable from restricted assets	-	284,098	284,098
Interest payable	12,751	-	12,751
Accrued liabilities	339,843	-	339,843
Other liabilities	54,560	-	54,560
Bonds payable, due within one year	373,000	-	373,000
Bonds payable, beyond one year	3,617,000	-	3,617,000
Total liabilities	<u>\$ 6,375,784</u>	<u>\$ 2,012,976</u>	<u>\$ 8,388,760</u>
<u>NET ASSETS</u>			
Invested in capital assets, net of related debt	\$ 16,611,016	\$ 18,324,489	\$ 34,935,505
Restricted for:			
Debt service	486,279	-	486,279
Capital projects	53,257	-	53,257
Special revenues	2,240,000	-	2,240,000
Unrestricted	9,856,713	(227,991)	9,628,722
Total net assets	<u>\$ 29,247,265</u>	<u>\$ 18,096,498</u>	<u>\$ 47,343,763</u>

The accompanying notes are an integral part of this financial statement.

TOWN OF VIDALIA, LOUISIANA

STATEMENT B

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2010

	Program Revenues			Net (Expenses)/ Revenue	Net (Expenses), Revenues, and Changes		
	Expenses	Fees, Fines, and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Government Activities							
General government	\$ 16,683,071	\$ 3,088,034	\$ -	\$ -	\$ (13,595,037)	\$ -	\$ (13,595,037)
Public safety	3,269,187	291,992	268,010	45,167	(2,664,018)	-	(2,664,018)
Public works	2,167,076	397,645	-	-	(1,769,431)	-	(1,769,431)
Economic development	178,190	-	-	242,665	64,475	-	64,475
Interest on long-term debt	219,607	-	-	-	(219,607)	-	(219,607)
Total governmental activities	\$ 22,517,131	\$ 3,777,671	\$ 268,010	\$ 287,832	\$ (18,183,618)	\$ -	\$ (18,183,618)
Business-Type Activities							
Gas	\$ 933,295	\$ 1,223,859	\$ -	\$ -	\$ 290,564	\$ 290,564	\$ 290,564
Electric	7,876,552	8,053,504	-	-	176,952	176,952	176,952
Water	954,908	524,014	-	57,631	(373,263)	(373,263)	(373,263)
Sewer	420,861	456,524	-	-	35,663	35,663	35,663
Convention Center	1,431,471	123,931	-	55,250	(1,252,290)	(1,252,290)	(1,252,290)
Total business-type activities	\$ 11,617,087	\$ 10,381,832	\$ -	\$ 112,881	\$ (1,122,374)	\$ (1,122,374)	\$ (1,122,374)
Total	\$ 34,134,218	\$ 14,159,503	\$ 268,010	\$ 400,713	\$ (18,183,618)	\$ (1,122,374)	\$ (19,305,992)
General Revenue							
Property taxes					\$ 162,171	\$ -	\$ 162,171
Sales taxes					2,528,806	-	2,528,806
Franchise taxes					36,380	-	36,380
Beer taxes					7,437	-	7,437
Occupational licenses					214,572	-	214,572
Investment earnings					45,690	1,563	47,253
Hydro royalties					17,169,670	-	17,169,670
Other general revenues					354,445	-	354,445
Transfers					(1,165,690)	1,165,690	-
Total general revenues and transfers					\$ 19,353,481	\$ 1,167,253	\$ 20,520,734
Change in net assets					\$ 1,169,863	\$ 44,879	\$ 1,214,742
Net assets - beginning					\$ 28,576,998	\$ 18,051,619	\$ 46,628,617
Prior period adjustment					(499,597)	-	(499,597)
Net assets - beginning, as restated					\$ 28,077,401	\$ 18,051,619	\$ 46,129,020
Net assets - ending					\$ 29,247,264	\$ 18,096,498	\$ 47,343,762

The accompanying notes are an integral part of this financial statement.

Fund Financial Statements

Governmental Funds

TOWN OF VIDALIA, LOUISIANA

BALANCE SHEET
GOVERNMENTAL FUNDS

JUNE 30, 2010

	Major Funds				Other	Total
	General	Hydro	Sales Tax	Industrial	Governmental	Governmental
	Fund	Royalty	Fund	Park	Funds	Funds
		Fund		Fund		
ASSETS						
Cash	\$ 114,735	\$ 5,579,845	\$ 2,276,001	\$ 59,468	\$ 1,230,940	\$ 9,260,989
Receivables (net of allowances for uncollectibles)	45,282	3,510	176,465	-	77,998	303,255
Due from other agencies	403,333	5,065,348	-	70,809	-	5,539,490
Due from other governments	47,929	-	-	-	-	47,929
Due from other funds	13,287	-	249,038	252,034	313,878	828,237
Total assets	<u>\$ 624,566</u>	<u>\$ 10,648,703</u>	<u>\$ 2,701,504</u>	<u>\$ 382,311</u>	<u>\$ 1,622,816</u>	<u>\$ 15,979,900</u>
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable	\$ 510,364	\$ 1,353,000	\$ 3,499	\$ 60,992	\$ 50,775	\$ 1,978,630
Accrued liabilities	299,447	-	-	516	39,880	339,843
Due to other funds	-	316,295	313,877	311,352	16,344	957,868
Other liabilities	-	-	-	-	54,560	54,560
Total liabilities	<u>\$ 809,811</u>	<u>\$ 1,669,295</u>	<u>\$ 317,376</u>	<u>\$ 372,860</u>	<u>\$ 161,559</u>	<u>\$ 3,330,901</u>
Fund balances:						
Reserved for:						
Capital projects	\$ -	\$ -	\$ -	\$ 9,451	\$ 43,806	\$ 53,257
Debt service	-	-	-	-	486,279	486,279
Special revenue funds	-	2,240,000	-	-	-	2,240,000
Unreserved, reported in:						
General Fund	(185,245)	-	-	-	-	(185,245)
Special revenue funds	-	6,739,408	2,384,128	-	931,172	10,054,708
Total fund balances	<u>\$ (185,245)</u>	<u>\$ 8,979,408</u>	<u>\$ 2,384,128</u>	<u>\$ 9,451</u>	<u>\$ 1,461,257</u>	<u>\$ 12,648,999</u>
Total liabilities and fund balances	<u>\$ 624,566</u>	<u>\$ 10,648,703</u>	<u>\$ 2,701,504</u>	<u>\$ 382,311</u>	<u>\$ 1,622,816</u>	<u>\$ 15,979,900</u>

The accompanying notes are an integral part of this financial statement.

TOWN OF VIDALIA, LOUISIANA

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET ASSETS

JUNE 30, 2010

Fund Balances, Total Governmental Funds (Statement C)		\$ 12,648,999
Amounts reported for governmental activities in the Statement of Net Assets are different because:		
Net capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.		20,601,016
Long-term liabilities including bonds payable are not due and payable in the current period and, therefore, are not reported in the governmental funds.		
Accrued interest payable	\$ 12,751	
Bonds payable	3,990,000	(4,002,751)
Net Assets of Governmental Activities (Statement A)		<u>\$ 29,247,264</u>

The accompanying notes are an integral part of this financial statement.

TOWN OF VIDALIA, LOUISIANA

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS

FOR THE YEAR ENDED JUNE 30, 2010

	Major Funds				Other	Total
	General	Hydro	Sales Tax	Industrial	Governmental	Governmental
	Fund	Royalty	Fund	Park	Funds	Funds
		Fund		Fund		
REVENUES						
Taxes:						
Ad valorem	\$ 162,171	\$ -	\$ -	\$ -	\$ -	\$ 162,171
Sales and use	-	-	1,933,896	-	594,910	2,528,806
Other taxes, penalties, interest, etc.	36,380	-	-	-	-	36,380
Licenses and permits	223,762	-	-	-	-	223,762
Intergovernmental revenues:						
Federal	38,718	-	-	-	-	38,718
State	268,010	-	-	164,380	84,734	517,124
Fines and forfeitures	52,303	-	-	-	219,364	271,667
Charges for services	397,645	3,088,034	-	-	20,325	3,506,004
Investment earnings	324	39,905	4,813	200	448	45,690
Hydro royalties	-	17,169,670	-	-	-	17,169,670
Issuance of debt	-	-	-	-	1,630,000	1,630,000
Other revenues	71,459	-	-	228,930	-	300,389
Total revenues	\$ 1,250,772	\$ 20,297,609	\$ 1,938,709	\$ 393,510	\$ 2,549,781	\$ 26,430,381
EXPENDITURES						
General government	\$ 2,106,311	\$ 14,390,180	\$ 66,839	\$ 136,128	\$ 135,848	\$ 16,835,306
Public safety:						
Police	1,878,433	-	-	-	-	1,878,433
Fire	809,674	-	-	-	-	809,674
Ambulance	-	-	-	-	611,938	611,938
Public works:						
Streets	1,301,919	-	-	-	-	1,301,919
Sanitation	629,797	-	-	-	-	629,797
Mechanic shop	257,990	-	-	-	-	257,990
Capital outlay	-	-	-	311,743	39,567	351,310
Debt service:						
Principle	-	-	-	-	2,260,000	2,260,000
Interest and fiscal fees	-	-	-	-	204,130	204,130
Total expenditures	\$ 6,984,124	\$ 14,390,180	\$ 66,839	\$ 447,871	\$ 3,251,483	\$ 25,140,497
Excess of revenues (expenditures)	\$ (5,733,352)	\$ 5,907,429	\$ 1,871,870	\$ (54,361)	\$ (701,702)	\$ 1,289,884

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TOWN OF VIDALIA, LOUISIANA

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS

FOR THE YEAR ENDED JUNE 30, 2010

	Major Funds				Other Governmental Funds	Total Governmental Funds
	General Fund	Hydro Royalty Fund	Sales Tax Fund	Industrial Park Fund		
OTHER FINANCING SOURCES (USES)						
Transfers - in	\$ 6,298,727	\$ -	\$ -	\$ -	\$ 924,309	\$ 7,223,036
Transfers - out	(774,358)	(5,850,000)	(1,350,000)	-	(414,368)	(8,388,726)
Total other financing sources (uses)	\$ 5,524,369	\$ (5,850,000)	\$ (1,350,000)	\$ -	\$ 509,941	\$ (1,165,690)
Net change in fund balance	\$ (208,983)	\$ 57,429	\$ 521,870	\$ (54,361)	\$ (191,761)	\$ 124,194
Fund balances - beginning	\$ (28,512)	\$ 9,473,826	\$ 1,862,258	\$ 63,812	\$ 1,653,018	\$ 13,024,402
Prior period adjustment	52,250	(551,847)	-	-	-	(499,597)
Fund balances - beginning, as restated	\$ 23,738	\$ 8,921,979	\$ 1,862,258	\$ 63,812	\$ 1,653,018	\$ 12,524,805
Fund balances - ending	\$ (185,245)	\$ 8,979,408	\$ 2,384,128	\$ 9,451	\$ 1,461,257	\$ 12,648,999

The accompanying notes are an integral part of this financial statement.

TOWN OF VIDALIA, LOUISIANA

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2010

Net Change in Fund Balances, Total Governmental Funds (Statement E)	\$ 124,194
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Amounts reported for governmental activities in the Statement of Activities are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.	400,192
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The proceeds of long-term debt provides current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of the principal of long-term debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets.

Issuance of debt	(1,630,000)
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Principal retired	2,260,000
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Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. This amount is the net effect of these differences in the treatment of interest paid on debt.

<u>15,477</u>

Change in Net Assets of Governmental Activities (Statement B)	<u>\$ 1,169,863</u>
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The accompanying notes are an integral part of this financial statement.

Proprietary Funds

TOWN OF VIDALIA, LOUISIANA

STATEMENT OF NET ASSETS
PROPRIETARY FUNDS

JUNE 30, 2010

	Business-Type Activities		
	Utility Fund	Riverfront Development Fund	Total Enterprise Funds
<u>ASSETS</u>			
Current assets:			
Cash and cash equivalents	\$ 21,775	\$ 92,175	\$ 113,950
Receivables (net of allowances for uncollectibles)	1,257,306	-	1,257,306
Due from other funds	639,672	-	639,672
Total current assets	<u>\$ 1,918,753</u>	<u>\$ 92,175</u>	<u>\$ 2,010,928</u>
Noncurrent assets			
Restricted assets:			
Cash	\$ 284,098	\$ -	\$ 284,098
Capital assets (net of accumulated depreciation)	11,847,552	6,476,937	18,324,489
Total noncurrent assets	<u>\$ 12,131,650</u>	<u>\$ 6,476,937</u>	<u>\$ 18,608,587</u>
Total assets	<u>\$ 14,050,403</u>	<u>\$ 6,569,112</u>	<u>\$ 20,619,515</u>
<u>LIABILITIES</u>			
Current liabilities			
Accounts payable	\$ 1,453,942	\$ 172,138	\$ 1,626,080
Accrued liabilities	78,975	23,823	102,798
Due to other funds	15,376	494,665	510,041
Total current liabilities	<u>\$ 1,548,293</u>	<u>\$ 690,626</u>	<u>\$ 2,238,919</u>
Current liabilities payable from restricted assets			
Consumer deposits	<u>\$ 284,098</u>	<u>\$ -</u>	<u>\$ 284,098</u>
Total liabilities	<u>\$ 1,832,391</u>	<u>\$ 690,626</u>	<u>\$ 2,523,017</u>
<u>NET ASSETS</u>			
Invested in capital assets, net of related debt	\$ 11,847,552	\$ 6,476,937	\$ 18,324,489
Unrestricted	370,460	(598,451)	(227,991)
Total net assets	<u>\$ 12,218,012</u>	<u>\$ 5,878,486</u>	<u>\$ 18,096,498</u>

The accompanying notes are an integral part of this financial statement.

TOWN OF VIDALIA, LOUISIANA

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
PROPRIETARY FUNDS

FOR THE YEAR ENDED JUNE 30, 2010

	Business-Type Activities		
	Utility Fund	Riverfront Development Fund	Total Enterprise Funds
<u>OPERATING REVENUES</u>			
Charges for services:			
Gas sales	\$ 1,223,859	\$ -	\$ 1,223,859
Electricity sales	8,053,504	-	8,053,504
Water sales	524,014	-	524,014
Sewer charges	456,524	-	456,524
Rental charges	-	119,118	119,118
Other services	-	4,813	4,813
Total operating revenues	<u>\$ 10,257,901</u>	<u>\$ 123,931</u>	<u>\$ 10,381,832</u>
<u>OPERATING EXPENSES</u>			
Purchases and sales tax	\$ 6,068,004	\$ -	\$ 6,068,004
Personal services	1,951,492	455,478	2,406,970
Materials and supplies	901,477	149,149	1,050,626
Other services and charges	849,828	654,729	1,504,557
Depreciation	414,815	172,115	586,930
Total operating expenses	<u>\$ 10,185,616</u>	<u>\$ 1,431,471</u>	<u>\$ 11,617,087</u>
Operating income (loss)	<u>\$ 72,285</u>	<u>\$ (1,307,540)</u>	<u>\$ (1,235,255)</u>
Nonoperating income			
Intergovernmental			
State	\$ 57,631	\$ 55,250	\$ 112,881
Interest earnings	1,335	228	1,563
Total nonoperating income	<u>\$ 58,966</u>	<u>\$ 55,478</u>	<u>\$ 114,444</u>
Income (loss) before transfers	<u>\$ 131,251</u>	<u>\$ (1,252,062)</u>	<u>\$ (1,120,811)</u>
<u>OPERATING TRANSFERS AND CONTRIBUTIONS</u>			
Transfers - in	4,053,679	1,236,929	5,290,608
Transfers - out	<u>(4,124,918)</u>	<u>-</u>	<u>(4,124,918)</u>
Change in net assets	<u>\$ 60,012</u>	<u>\$ (15,133)</u>	<u>\$ 44,879</u>
Total net assets - beginning	<u>12,158,000</u>	<u>5,893,619</u>	<u>18,051,619</u>
Total net assets - ending	<u><u>\$ 12,218,012</u></u>	<u><u>\$ 5,878,486</u></u>	<u><u>\$ 18,096,498</u></u>

The accompanying notes are an integral part of this financial statement.

TOWN OF VIDALIA, LOUISIANA

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS

FOR THE YEAR ENDED JUNE 30, 2010

	Business-Type Activities		
	Utility Fund	Riverfront Development Fund	Total Enterprise Funds
Cash flows from operating activities			
Receipts from customers and users	\$ 10,292,082	\$ 123,931	\$ 10,416,013
Payments to suppliers	(8,050,313)	(907,454)	(8,957,767)
Payments to employees	(1,546,492)	(367,755)	(1,914,247)
Net cash provide by (used for) operating activities	\$ 695,277	\$ (1,151,278)	\$ (456,001)
Cash flows from noncapital financing activities			
Loans from other funds	\$ 1,047	\$ -	\$ 1,047
Transfers from other funds	4,053,679	1,236,929	5,290,608
Transfers to other funds	(4,124,918)	-	(4,124,918)
Subsidy from grants	57,631	55,250	112,881
Net cash provided by (used for) noncapital financing activities	\$ (12,561)	\$ 1,292,179	\$ 1,279,618
Cash flows from capital and related financing activities			
Purchases of fixed assets	\$ (665,357)	\$ (99,988)	\$ (765,345)
Net cash used by capital and related financing activities	\$ (665,357)	\$ (99,988)	\$ (765,345)
Cash flows from investing activities			
Interest on temporary investments	\$ 1,335	\$ 228	\$ 1,563
Net cash provided by investing activities	\$ 1,335	\$ 228	\$ 1,563
Net increase in cash and cash equivalents	\$ 18,694	\$ 41,141	\$ 59,835
Cash and cash equivalents, beginning of year	287,179	51,034	338,213
Cash and cash equivalents, end of year	\$ 305,873	\$ 92,175	\$ 398,048
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities			
Operating income (loss)	\$ 72,285	\$ (1,307,540)	\$ (1,235,255)
Adjustments to reconcile operating income (loss) to net cash provided for (used for) operating activities			
Depreciation	\$ 414,815	\$ 172,115	\$ 586,930
Change in assets and liabilities			
Decrease in accounts receivable	34,181	-	34,181
Increase (decrease) in accounts payable	153,984	(29,408)	124,576
Decrease in accrued liabilities	(12,847)	13,555	708
Increase in customer deposits	32,859	-	32,859
Total adjustments	\$ 622,992	\$ 156,262	\$ 779,254
Net cash provided by (used for) operating activities	\$ 695,277	\$ (1,151,278)	\$ (456,001)

The accompanying notes are an integral part of this financial statement.

Notes to the Financial Statements

TOWN OF VIDALIA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Town of Vidalia was incorporated April 1, 1901, under the provisions of the Lawrason Act. The Town operates under the Mayor-Board of Aldermen form of government and provides the following services as authorized by the Lawrason Act: public safety (police, fire, and ambulance); streets; sanitation; health; culture-recreation; public improvements; planning and zoning; provision of gas, electric, and water utilities; sewer services; and general administrative services.

The accounting and reporting policies of the Town of Vidalia conform to generally accepted accounting principles as applicable to governments in the United States of America.

The following is a summary of certain significant accounting policies:

A. Financial Reporting Entity

This report includes all funds and account groups which are controlled by or dependent on the Town executive and legislative branches (the Mayor and Board of Aldermen). The scope of the governmental entity included in this report was determined by applying the criteria established by the Governmental Accounting Standards Board's Statement Number 14.

The application of these criteria revealed no additional governmental reporting entities, which would be properly included in these financial statements.

The Town Marshall's balances and transactions are accounted for in the Town Court Fund.

B. Basis of Presentation

Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the government. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment, and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

TOWN OF VIDALIA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The municipality reports the following major governmental funds:

The General Fund is the municipality's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The Hydro Royalty Fund is used to account for the revenues and expenses of the hydroelectric project.

The Sales Tax Fund accounts for the collection and expenditure of sales tax revenues as provided by ordinance.

The Industrial Park Fund accounts for the financing and construction as well as continuing improvements to be made to the Town's industrial park complex.

The municipality reports the following major proprietary funds:

The Utility Fund is used to account for the provision of gas, electric, and water utilities, as well as sewer services to residents of the Town and some residents of the Parish. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, financing, and related debt service and billing and collection.

The Riverfront Development Fund is used to account for the collection and expenditure of revenues earned from the rental of the Town's conference and convention center.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The government has elected not to follow subsequent private-sector guidance.

TOWN OF VIDALIA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the government's enterprise operations. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include (1) charges to customers or applicants for goods, services, or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal on-going operations. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the municipality's policy to use restricted resources first, then unrestricted resources as they are needed.

D. Cash and Cash Equivalents

The municipality's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of six months or less from the date of acquisition. State law and the municipality's investment policy allow the municipality to invest in collateralized certificates of deposit, government-backed securities, commercial paper, the state sponsored investment pool, and mutual funds consisting solely of government-backed securities.

E. Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds". Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances".

All trade and property tax receivables are shown net of an allowance for uncollectible accounts. Uncollectible amounts due for ad valorem taxes and customer's utility receivables are recognized through the establishment of an allowance account at the time information becomes available which would indicate the uncollectibility of the particular receivable.

TOWN OF VIDALIA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. Receivables and Payables (continued)

The Town annually levies ad valorem taxes in accordance with state statute for the fiscal year ended June 30. Tax bills are prepared and delivered in October with payment due from the date of receipt to the last day of February. Because of the due dates noted previously, ad valorem taxes are not considered to be available resources of the fiscal year to which they apply and are, therefore, not accrued at the end of the fiscal year.

The Town bills and collects its own property taxes using the assessed values determined by the Tax Assessor of Concordia Parish.

For the year ended June 30, 2010, taxes of 3.31 mills were levied on property with assessed valuations totaling \$48,994,260 after abatements and exemptions and were dedicated as follows:

General corporate purposes	3.31 mills
Total taxes levied were	\$162,171

F. Inventories

Since inventories of the proprietary fund consist of items normally capitalized upon acquisition, amounts considered in the computation of operating expenses are immaterial and, therefore, not reflected.

G. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

H. Restricted Assets - Utility Fund

Restricted assets were applicable to the following at June 30, 2010:

Consumer deposits	<u>\$ 284,098</u>
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I. Capital Assets

Capital acquisitions and construction are reflected as expenditures in Governmental Fund statements and the related assets are reported as capital assets in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are capitalized at historical cost or estimated cost if historical cost is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The municipality maintains a threshold level of \$500 or more for capitalizing capital assets.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

TOWN OF VIDALIA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

I. Capital Assets (continued)

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

All capital assets, other than land, are depreciated using the straight-line method over the following useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Streets and parking areas	15 - 40 Years
Improvements other than buildings	10 - 40 Years
Buildings and structures	10 - 40 Years
Machinery and equipment	5 - 10 Years

J. Compensated Absences

The Town has implemented GASB Statement Number 16 "Accounting for Compensated Absences". Under GASB Statement Number 16, a liability for unpaid vacation that is attributable to services already rendered and that is not contingent on a specific event that is outside the control of the employer and employee is accrued as employees earn the rights to benefits.

The entire compensated absence liability is reported on the government-wide financial statements. For governmental fund financial statements, the current portion of unpaid compensated absences is the amount that is normally expected to be paid using expendable available financial resources. These amounts are recorded in the account "compensated absences payable" in the fund from which employees who have accumulated leave are paid. The noncurrent portion of the liability is not reported.

K. Long-Term Obligations

In the government-wide financial statements and the proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets.

L. Fund Equity

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

M. Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America require management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, expenditures, and expenses during the reporting period. Actual results could differ from those estimates.

TOWN OF VIDALIA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgets and Budgetary Accounting

The Town follows procedures established by Louisiana Revised Statute in the preparation and adoption of its annual operating budgets as follows:

1. The Town Clerk prepares a proposed budget and submits same to the Mayor and Board of Aldermen no later than fifteen days prior to the beginning of each fiscal year.
2. A summary of the proposed budget is published and the public notified that the proposed budget is available for public inspection. At the same time, a public hearing is called.
3. A public hearing is held on the proposed budget at least ten days after publication of the call for the hearing.
4. After the holding of the public hearing and completion of all action necessary to finalize and implement the budget, the budget is adopted through passage of an ordinance prior to the commencement of the fiscal year for which the budget is being adopted.
5. Budgetary amendments involving the transfer of funds from one department, program, or function to another or involving increases in expenditures resulting from revenues exceeding amounts estimated require the approval of the Board of Aldermen.
6. All budgetary appropriations lapse at the end of each fiscal year.
7. Budgets for the General, Special Revenue, Debt Service Funds, and Capital Project Funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budget amounts are as originally adopted, or as amended from time to time by the Board of Aldermen.

EXCESS OF EXPENDITURES OVER APPROPRIATIONS. The following individual funds had actual expenditures over budgeted appropriations for the year ended June 30, 2010:

<u>Fund</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Unfavorable Variance</u>
Hydro Royalty Fund	\$ 10,500,000	\$ 13,100,000	\$ 14,390,180	\$ (1,290,180)
Ambulance Fund	\$ 544,500	\$ 544,500	\$ 611,938	\$ (67,438)
Town Court Fund	\$ 105,000	\$ 105,000	\$ 134,676	\$ (29,676)
Hotel Occupancy Fund	\$ -	\$ -	\$ 1,172	\$ (1,172)
Sales Tax Bonds Sinking Fund	\$ 709,357	\$ 709,357	\$ 2,464,130	\$ (1,754,773)
Industrial Park Fund	\$ 165,250	\$ 165,250	\$ 447,871	\$ (282,621)

TOWN OF VIDALIA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 3 - CASH AND CASH EQUIVALENTS

At June 30, 2010, the municipality has cash and cash equivalents (book balances) totaling \$9,659,037 as follows:

Demand deposits	\$ 8,185,937
Time deposits	1,469,384
Cash on hand and NSF checks	<u>3,716</u>
Total	<u>\$ 9,659,037</u>

These deposits are stated at cost, which approximates market. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties.

At June 30, 2010, the municipality has \$12,980,802 in deposits (collected bank balances). These deposits are secured from risk by \$1,250,000 of federal deposit insurance and \$8,444,559 of pledged securities held by the custodial bank in the name of the fiscal agent bank (GASB Category 3).

Even though the pledged securities are considered uncollateralized (Category 3) under the provisions of GASB Statement 3, R.S. 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within ten days of being notified by the municipality that the fiscal agent has failed to pay deposited funds upon demand.

NOTE 4 - RECEIVABLES

The receivables of \$1,560,561 at June 30, 2010, are as follows:

<u>Class of Receivables</u>	<u>Governmental Funds</u>	<u>Business-Type Funds</u>	<u>Totals</u>
Taxes:			
Ad valorem	\$ 1,194	\$ -	\$ 1,194
Sales and use	212,240	-	212,240
Other	5,977	-	5,977
Accounts	152,028	1,263,263	1,415,291
Accrued interest	3,510	-	3,510
Other	3	-	3
Allowance for uncollectibles	<u>(71,697)</u>	<u>(5,957)</u>	<u>(77,654)</u>
Totals	<u>\$ 303,255</u>	<u>\$ 1,257,306</u>	<u>\$ 1,560,561</u>

TOWN OF VIDALIA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 5 - DUE FROM OTHER GOVERNMENTS

Amounts due from other governmental units at June 30, 2010, consisted of the following:

<u>Due From</u>	<u>General</u>	<u>Enterprise Fund</u>	<u>Totals</u>
State of Louisiana	\$ 33,460	\$ -	\$ 33,460
Concordia Parish	14,469	-	14,469
Totals	<u>\$ 47,929</u>	<u>\$ -</u>	<u>\$ 47,929</u>

NOTE 6 - INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

A summary of individual receivables and payables reflected as "Due To or Due From Other Funds" follows:

<u>Fund</u>	<u>Interfund</u>	
	<u>Receivable</u>	<u>Payable</u>
General Fund	\$ 13,287	\$ -
Hydro Royalty Fund	-	316,295
Sales Tax Fund	249,038	313,877
Industrial Park Fund	252,034	311,351
Other Governmental Funds	313,878	16,344
Utility Fund	639,672	15,376
Riverfront Development Fund	-	494,665
Totals	<u>\$ 1,467,909</u>	<u>\$ 1,467,909</u>

Interfund transfers during the year ended June 30, 2010, were as follows:

<u>Fund</u>	<u>Interfund Transfer</u>	
	<u>In</u>	<u>Out</u>
General Fund	\$ 6,298,727	\$ 774,358
Hydro Royalty Fund	-	5,850,000
Sales Tax Fund	-	1,350,000
Other Governmental Funds	924,309	414,368
Utility Fund	4,053,679	4,124,918
Riverfront Development Fund	1,236,929	-
Totals	<u>\$ 12,513,644</u>	<u>\$ 12,513,644</u>

Transfers are primarily used to move funds from:

- The Proprietary Funds to the General Fund to cover expenses of general operations.
- The Hydro Royalty Fund to the Utility Fund as further described in Note 15.
- The General Fund and Nonmajor Governmental Funds to finance various capital projects.

TOWN OF VIDALIA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 7 - CAPITAL ASSETS

Capital assets and depreciation activity as of and for the year ended June 30, 2010, is as follows:

	<u>Beginning Balances</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balances</u>
<u>Governmental activities:</u>				
Capital assets, not being depreciated				
Land	\$ 3,926,445	\$ 514,560	\$ -	\$ 4,441,005
Construction in progress	<u>1,706,131</u>	<u>68,113</u>	<u>-</u>	<u>1,774,244</u>
Total capital assets, not being depreciated	<u>\$ 5,632,576</u>	<u>\$ 582,673</u>	<u>\$ -</u>	<u>\$ 6,215,249</u>
Capital assets, being depreciated				
Buildings and structures	\$ 2,209,787	\$ -	\$ -	\$ 2,209,787
Improvements other than buildings	8,325,587	-	-	8,325,587
Machinery and equipment	2,910,894	505,488	-	3,416,382
Streets and parking areas	<u>10,187,628</u>	<u>-</u>	<u>-</u>	<u>10,187,628</u>
Total capital assets being depreciated	<u>\$ 23,633,896</u>	<u>\$ 505,488</u>	<u>\$ -</u>	<u>\$ 24,139,384</u>
Less accumulated depreciation for:				
Buildings and structures	\$ (909,755)	\$ (43,659)	\$ -	\$ (953,414)
Improvements other than buildings	(1,960,628)	(200,609)	-	(2,161,237)
Machinery and equipment	(1,795,772)	(214,386)	-	(2,010,158)
Streets and parking areas	<u>(4,399,493)</u>	<u>(229,315)</u>	<u>-</u>	<u>(4,628,808)</u>
Total accumulated depreciation	<u>\$ (9,065,648)</u>	<u>\$ (687,969)</u>	<u>\$ -</u>	<u>\$ (9,753,617)</u>
Total capital assets being depreciated, net	<u>\$ 14,568,248</u>	<u>\$ (182,481)</u>	<u>\$ -</u>	<u>\$ 14,385,767</u>
Total assets, net	<u>\$ 20,200,824</u>	<u>\$ 400,192</u>	<u>\$ -</u>	<u>\$ 20,601,016</u>
<u>Business-type activities:</u>				
Capital assets, not being depreciated				
Land	\$ 685,589	\$ -	\$ -	\$ 685,589
Construction in progress	<u>1,777,855</u>	<u>-</u>	<u>(232,896)</u>	<u>1,544,959</u>
Total capital assets, not being depreciated	<u>\$ 2,463,444</u>	<u>\$ -</u>	<u>\$ (232,896)</u>	<u>\$ 2,230,548</u>
Capital assets, being depreciated				
Buildings and structures	\$ 5,488,266	\$ -	\$ -	\$ 5,488,266
Improvements other than buildings	26,758	-	-	26,758
Machinery and equipment	<u>17,690,627</u>	<u>998,241</u>	<u>-</u>	<u>18,688,868</u>
Total capital assets, being depreciated	<u>\$ 23,205,651</u>	<u>\$ 998,241</u>	<u>\$ -</u>	<u>\$ 24,203,892</u>

TOWN OF VIDALIA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 7 - CAPITAL ASSETS (continued)

	<u>Beginning Balances</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balances</u>
Less accumulated depreciation for:				
Buildings and structures	\$ (275,897)	\$ (126,650)	\$ -	\$ (402,547)
Improvements other than buildings	(17,582)	(454)	-	(18,036)
Machinery and equipment	<u>(7,229,542)</u>	<u>(459,826)</u>	<u>-</u>	<u>(7,689,369)</u>
Total accumulated depreciation	\$ <u>(7,523,021)</u>	\$ <u>(586,930)</u>	\$ <u>-</u>	\$ <u>(8,109,952)</u>
Total capital assets being depreciated, net	\$ <u>15,682,630</u>	\$ <u>411,311</u>	\$ <u>-</u>	\$ <u>16,093,941</u>
Total capital assets, net	\$ <u>18,146,074</u>	\$ <u>411,311</u>	\$ <u>(232,896)</u>	\$ <u>18,324,489</u>

Depreciation expense of \$687,969 for the year ended June 30, 2010, was charged to the following governmental functions:

General government	\$ 34,398
Public safety	137,594
Public works	350,864
Economic development	<u>165,113</u>
	<u>\$ 687,969</u>

NOTE 8 - CONSTRUCTION COMMITMENTS

The municipality has active construction projects as of June 30, 2010. At year end, the commitments with contractors are as follows:

<u>Project</u>	<u>Spent To Date</u>	<u>Remaining Commitment</u>
Gateway/Welcome Center Project	\$ <u>2,281,117</u>	\$ <u>370,995</u>
Total	\$ <u>2,281,117</u>	\$ <u>370,995</u>

TOWN OF VIDALIA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 9 - LONG-TERM OBLIGATIONS

The following is a summary of long-term obligation transactions for the year ended June 30, 2010:

	<u>General Long-Term Debt</u>				
	<u>Sales Tax Bonds</u>				
	<u>1999 Series</u>	<u>2000 Series</u>	<u>2007 Series</u>	<u>2010 Series</u>	<u>Totals</u>
Long-term obligations payable at June 30, 2009	\$ 2,070,000	\$ 165,000	\$ 2,385,000	\$ -	\$ 4,620,000
Issuance of debt	-	-	-	1,630,000	1,630,000
Principal retired	<u>(2,070,000)</u>	<u>(165,000)</u>	<u>(25,000)</u>	<u>-</u>	<u>(2,260,000)</u>
Long-term obligations payable at June 30, 2010	\$ -	\$ -	\$ 2,360,000	\$ 1,630,000	\$ 3,990,000

The following is a summary of the current (due in one year or less) and the long-term (due in more than one year) portions of long-term obligations as of June 30, 2010:

	<u>Bonded Debt</u>
Current portion	\$ 373,000
Long-term portion	<u>3,617,000</u>
Total	<u>\$ 3,990,000</u>

Sales Tax Bond Series 1999 dated December 1, 1999, in the amount of \$3,310,000

Principal installments are payable on December 1 of each year beginning December 31, 2000 and ending December 1, 2017, with interest rates ranging from 4.00% to 5.45% per annum and principal payments ranging from \$105,000 to \$285,000. Financing for these bonds is to be provided from sales tax revenues.

\$ -

Sales Tax Bond Series 2000 dated June 1, 2000, in the amount of \$3,535,000

Principal installments are payable on June 1 of each year beginning June 1, 2001 and ending June 1, 2020, with interest rates ranging from 5.30% to 5.40% per annum and principal payments ranging from \$145,000 to \$165,000. Financing for these bonds is to be provided from sales tax revenues.

Sales Tax Bond Series 2007 dated January 9, 2007, in the amount of \$2,440,000

Principal installments are payable on June 1 of each year beginning June 1, 2007 and ending June 1, 2020, with interest rates ranging from 3.55% to 4.10% per annum and principal payments ranging from \$10,000 to \$280,000. Financing for these bonds is to be provided from sales tax revenues.

2,360,000

TOWN OF VIDALIA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 9 – LONG-TERM OBLIGATIONS (continued)

Sales Tax Bond Series 2010 dated June 1, 2010, in the amount of \$1,630,000

Principal installments are payable on December 1 of each year beginning December 1, 2010 and ending December 1, 2017, with interest at 3.75% annum and principal payments ranging from \$176,000 to \$237,000. Financing for these bonds is to be provided from sales.

1,630,000
\$ 3,990,000

At June 30, 2010, the municipality has accumulated \$486,276 in the debt service funds for future debt requirements. The bonds are due as follows:

<u>Year ending June 30,</u>	<u>Principal Payments</u>	<u>Interest Payments</u>	<u>Totals</u>
2011	\$ 373,000	\$ 149,720	\$ 522,720
2012	384,000	135,853	519,853
2013	405,000	121,390	526,390
2014	416,000	106,090	522,090
2015	437,000	90,174	527,174
2016-2020	<u>1,975,000</u>	<u>200,244</u>	<u>2,175,244</u>
Total	<u>\$ 3,990,000</u>	<u>\$ 803,471</u>	<u>\$ 4,793,471</u>

The municipality is legally restricted from incurring long-term bonded debt secured by sales and use taxes in excess of 75% of the avails of the tax. The municipality was within this 75% limitation when the sales tax bonds were issued.

Advance Refunding - On January 9, 2007, the Town of Vidalia issued \$2,440,000 in sales tax refunding bonds with an average interest rate of 3.93% to advance refund of \$2,265,000 of the 2000 series sales tax bonds.

The Town of Vidalia had an outstanding balance of \$2,865,000 at the time of refunding, but only \$2,265,000 of the bond was refunded, leaving a remaining principal balance of \$600,000, of which \$135,000 was redeemed during year ended June 30, 2007. An additional \$145,000, \$155,000, and \$165,000 was redeemed during years ended June 30, 2008, 2009, and 2010, respectively, leaving a principal balance of \$0.

The net proceeds of \$175,000 during year end June 30, 2007, was used to pay underwriting fees (\$38,175) and to increase sales tax bonds sinking fund cash \$136,825.

The Town of Vidalia advance refunded the above bonds to reduce its total debt service payments over the next 17 years by almost \$192,458 and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$145,972.

NOTE 10 – SALES AND USE TAX REVENUES

- A. On July 17, 1999, a special election was held at which the citizens of Vidalia approved two individual propositions concerning (1) the levy and use of an additional 1% sales tax, and (2) the use of the existing 1% sales tax, which was approved in 1970.

TOWN OF VIDALIA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 10 - SALES AND USE TAX REVENUES (continued)

Generally, the propositions authorized the imposition of a new 1% sales tax for 18 years and dedicated the proceeds of both the new and existing sales tax for the acquisition, construction, extending, improving, maintaining, and/or operating public streets, drainage facilities, waterworks system facilities and improvements, and sewerage system facilities and improvements, and authorized the City to fund the proceeds of both sales taxes into bonds for any capital purpose set forth above.

- B. Proceeds of an additional .5% sales and use tax are dedicated to providing the community with ambulance service.

NOTE 11 - RETIREMENT SYSTEMS

Substantially all employees of the Town of Vidalia, Louisiana are members of the following statewide retirement systems: Municipal Employees Retirement System of Louisiana, Municipal Police Employees Retirement System of Louisiana, or Firefighters' Retirement System of Louisiana. These systems are cost-sharing, multiple-employer defined benefit pension plans administered by separate boards of trustees. Pertinent information relative to each plan follows:

A. Municipal Employees Retirement System of Louisiana (System)

Plan Description. The System is composed of two distinct plans, Plan A and Plan B, with separate assets and benefit provisions. All employees of the municipality are members of Plan B.

All permanent employees working at least 35 hours per week who are not covered by another pension plan and are paid wholly or in part from municipal funds, and all elected municipal officials are eligible to participate in the System. Under Plan B, employees who retire at or after age 60 with at least 10 years of creditable service at or after age 55 with at least 30 years of creditable service are entitled to a retirement benefit, payable monthly for life, equal to 2% of their final-average monthly salary in excess of \$100 for each year of creditable service. Furthermore, employees with at least 10 years of creditable service, but less than 30 years, may take early retirement benefits commencing at or after age 60, with the basic benefit reduced 3% for each year retirement precedes age 62, unless they have at least 30 years of creditable service. In any case, monthly retirement benefits paid under Plan B cannot exceed 100% of final-average salary. Final-average salary is the employee's average salary over the 36 consecutive or joined months that produce the highest average. Employees who terminate with at least the amount of creditable service stated above, and do not withdraw their employee contributions, may retire at the ages specified above and receive the benefit accrued to their date of termination. The System also provides death and disability benefits. Benefits are established or amended by state statute.

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Municipal Employees Retirement System of Louisiana, 7937 Office Park Boulevard, Baton Rouge, Louisiana 70809, or by calling (225) 925-4810.

Funding Policy. Under Plan B, members are required by state statute to contribute 5.0% of their annual covered salary, and the Town of Vidalia, Louisiana is required to contribute at an actuarially determined rate. The current rate is 6.75% of annual covered payroll. Contributions to the System also include one-fourth of 1% (except Orleans and East Baton Rouge Parishes) of the taxes shown to be collectible by the tax rolls of each parish. These tax dollars are divided between Plan A and Plan B based proportionately on the salaries of the active members of each plan. The contribution requirements of plan members and the Town of Vidalia, Louisiana are established and may be amended by state statute.

TOWN OF VIDALIA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 11 - RETIREMENT SYSTEMS (continued)

A. Municipal Employees Retirement System of Louisiana (System) (continued)

As provided by R.S. 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The Town of Vidalia, Louisiana's contributions to the System under Plan B for the years ending June 30, 2009 and June 30, 2010, were \$195,446 and \$239,533, respectively, equal to the required contributions for those years.

B. Municipal Police Employees Retirement System of Louisiana (System)

Plan Description. All full-time police department employees engaged in law enforcement are required to participate in the System. Employees who retire at or after age 50 with at least 20 years of creditable service or at or after age 55 with at least 12 years of creditable service are entitled to a retirement benefit, payable monthly for life, equal to 3-1/3% of their final-average salary for each year of creditable service. Final-average salary is the employee's average salary over the 36 consecutive or joined months that produce the highest average. Employees who terminate with at least the amount of creditable service stated above, and do not withdraw their employee contributions, may retire at the ages specified above and receive the benefit accrued to their date of termination. The System also provides death and disability benefits. Benefits are established or amended by state statute.

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Municipal Police Employees Retirement System of Louisiana, 8401 United Plaza Boulevard, Baton Rouge, Louisiana 70809-2250, or by calling (225) 929-7411.

Funding Policy. Plan members are required by state statute to contribute 7.5% of their annual covered salary, and the Town of Vidalia, Louisiana is required to contribute at an actuarially determined rate. The current rate is 16.25% of annual covered payroll. The contribution requirements of plan members and the Town of Vidalia, Louisiana are established and may be amended by state statute. As provided by R.S. 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The Town of Vidalia, Louisiana's contributions to the System for the years ending June 30, 2009 and June 30, 2010, were \$39,727 and \$30,323, respectively, equal to the required contributions for those years.

C. Firefighters' Retirement System of Louisiana (System)

Plan Description. Membership in the Louisiana Firefighters' Retirement System is mandatory for all full-time firefighters employed by a municipality, parish, or fire protection district that did not enact an ordinance before January 1, 1980, exempting itself from participation in the System. Employees are eligible to retire at or after age 55 with at least 12 years of creditable service or at or after age 50 with at least 20 years of creditable service. Upon retirement, members are entitled to a retirement benefit, payable monthly for life, equal to 3-1/3% of their final-average salary for each year of creditable service, not to exceed 100% of their final-average salary. Final-average salary is the employee's average salary over the 36 consecutive or joined months that produce the highest average. Employees who terminate with at least 12 years of service and do not withdraw their employee contributions may retire at or after age 55 (or at or after age 50 with at least 20 years of creditable service at termination) and receive the benefit accrued to their date of termination. The System also provides death and disability benefits. Benefits are established or amended by state statute.

TOWN OF VIDALIA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 11 - RETIREMENT SYSTEMS (continued)

C. Firefighters' Retirement System of Louisiana (System) (continued)

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Firefighters' Retirement System, Post Office Box 94095, Baton Rouge, Louisiana 70804, or by calling (225) 925-4060.

Funding Policy. Plan members are required by state statute to contribute 8.0% of their annual covered salary, and the Town of Vidalia, Louisiana is required to contribute at an actuarially determined rate. The current rate is 21.5% of annual covered payroll. The contribution requirements of plan members and the Town of Vidalia, Louisiana are established and may be amended by state statute. As provided by R.S. 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The Town of Vidalia, Louisiana's contributions to the System for the years ending June 30, 2009 and June 30, 2010, were \$47,259 and \$79,935, respectively, equal to the required contributions for those years.

NOTE 12 - SEGMENT INFORMATION FOR UTILITY FUND

The Utility Fund operated by the Town provides gas, electric, water, and sewer utility services. The following is a summary of disclosures required by the National Council on Governmental Accounting in Interpretation 2, Segment Information for Enterprise Funds, Utility Departments only:

	Gas Utility	Electric Utility	Water Utility	Sewer Utility	Office	Total
Operating revenues	\$ 1,223,859	\$ 8,053,504	\$ 524,014	\$ 456,524	\$ -	\$ 10,257,901
Purchase of utility provided	(665,399)	(5,402,605)	-	-	-	(6,068,004)
Operating expenses	(202,052)	(1,911,228)	(818,216)	(297,234)	(474,067)	(3,702,797)
Depreciation	(11,158)	(100,627)	(77,722)	(98,828)	(126,480)	(414,815)
Operating income (loss)	<u>\$ 345,250</u>	<u>\$ 639,044</u>	<u>\$ (371,924)</u>	<u>\$ 60,462</u>	<u>\$ (600,547)</u>	\$ 72,285
Operating transfers, net						(71,239)
Intergovernmental						
State						57,631
Interest income						<u>1,335</u>
Net income						<u>\$ 60,012</u>

TOWN OF VIDALIA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 13 - RISK MANAGEMENT

The Town is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Town carries commercial insurance for these risks. Settled claims resulting from these insured risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

NOTE 14 - COMPENSATION OF THE GOVERNING BOARD

The Governing Board of the Town of Vidalia, Louisiana consists of a Mayor and five Aldermen. For the fiscal year ended June 30, 2010, their compensation was as follows:

Hiram Copeland, Mayor	\$ 73,655
Maureen Sanders, Alderman	7,938
Triand McCoy, Alderman	7,938
Vernon Stevens, Alderman	7,938
Richard Knapp, Alderman	7,938
Jon Betts, Alderman	<u>7,938</u>
	<u>\$ 113,345</u>

NOTE 15 - TOWN OF VIDALIA - HYDROELECTRIC PROJECT

On March 22, 1984, the Town of Vidalia, Louisiana entered into a conditional agreement with Catalyst Energy Development Corporation to enable Catalyst to successfully finance, develop, construct, operate, and maintain the Vidalia Hydroelectric Project to be located in the State of Louisiana between the Mississippi River and the Atchafalya River near the U. S. Corps of Engineers' Old River Control Project.

On June 28, 1988, the Town of Vidalia, Louisiana, and Catalyst Old River Hydroelectric Limited Partnership (successor to the rights and obligations of Catalyst Energy Development Corporation) entered into an agreement to amend and restate the March 22, 1984, agreement in its entirety. This agreement was again amended and restated on August 17, 1990, in its entirety. A general summary is as follows:

A. Payment of Royalties to the Town of Vidalia

In consideration for its participation in this hydroelectric project, the Town of Vidalia will be entitled to royalty payments based on a percentage of gross revenues beginning with 3.75% in the first year of operations, graduated to 11.6% in the year 2021, and 20% thereafter. All such payments shall be paid quarterly by depositing or transferring funds into a royalty account.

B. Restrictions on Revenues

Revenues derived from the Town's participation in the S. A. Murray, Jr. Hydro Station shall be deposited into a special bank account and designated as the "Town of Vidalia Hydro Royalty Fund". This fund is accounted for as a "Special Revenue Fund". These revenues shall be maintained and administered in the following order of priority and expended for the following express purposes:

TOWN OF VIDALIA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 15 - TOWN OF VIDALIA - HYDROELECTRIC PROJECT (continued)

B. Restrictions on Revenues (continued)

1. Payments of all expenses and costs arising from the Town's participation in the S. A. Murray, Jr. Hydro Station.
2. Satisfaction of any debt requirements incurred to finance capital improvements, which were approved pursuant to the conditions as set forth in the following item number seven (7).
3. The establishment and maintenance of a reserve fund into which amounts shall be transferred, the total of which shall equal or exceed the highest amount possibly due under the Catalyst Vidalia Power Purchase Agreement in any two month period of any upcoming calendar year.
4. The Town transfers to the utility fund each month the amount by which the Town's "normal" cost of electric power and energy exceeds thirty eight (38) mills per kilowatt-hour. "Normal" cost of power and energy is the amount paid per kilowatt hour under the current or future power purchase agreements exclusive of power purchased under economic development rate schedules or any other discounted rate schedule which results in a cost which is less than thirty eight (38) mills per kilowatt hour.
5. The rebate of an amount, to be determined by the Mayor and Board of Aldermen, to the then current retail customers of the Town's municipal electric system. This amount shall not exceed fifty percent (50%) of the revenues remaining after payment of amounts noted in items one (1) through four (4). The amount rebated to each class of retail customer shall be determined by applying to the total amount to be rebated the percentage which the gross margin from retail electric sales to each class of customer bears to total gross margin from all retail sales of electric power. This rebate will be based on kilowatt hour usage during the previous calendar year and shall not exceed fifty percent (50%) of each customer's total electric billing during that period. In all cases, the Town reserves the right to offset any and all amounts due it from individual customers.
6. The transfer to the Town's general fund an amount necessary to offset any deficits incurred in the operation and maintenance of all nonutility municipal services.
7. Revenue not expended as previously stated shall be considered surplus revenue and may be used for any lawful corporate purpose after satisfying the following conditions:

The Mayor and Board of Aldermen shall annually compile a schedule of projects on which these surplus revenues are proposed to be expended. A summary of these projects shall be published and the public notified that details are available for public inspection. At the same time, a minimum of two (2) public hearings shall be called to discuss the proposed projects and receive public input concerning possible alternative uses of surplus funds.

After holding the required public hearings and giving due consideration of public input, the Board of Aldermen shall approve the expenditures of surplus funds for projects deemed to be in the best public interest.

TOWN OF VIDALIA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 15 - TOWN OF VIDALIA - HYDROELECTRIC PROJECT (continued)

B. Restrictions on Revenues (continued)

None of the foregoing shall preclude the loaning of funds to any municipal entity of the Town of Vidalia providing that said loan with interest equal to the average rate of return on the investment of surplus municipal funds shall be repaid prior to the expiration of the term of the Mayor and Board of Aldermen authorizing said loan.

C. Option to Purchase the Hydroelectric Project

The partnership has granted to the Town of Vidalia an option to purchase, at any time on or after January 1, 2030, but before January 1, 2032, all of the partnership's rights, title and interest in and to the hydroelectric project, as then constituted, subject to any permitted mortgages then outstanding at the price of (i) \$1,000 payable in cash at closing, and (ii) the balance payable on or before the 15th of each month following the month in which the sale of the project occurs through December 31, 2132, in an amount equal to two-thirds of the cash available for distribution during the preceding month.

This option shall be exercisable by the Town of Vidalia only by twelve months prior written notice given by the Town to the partnership, provided, however, that the partnership shall give written notice to the Town of Vidalia during the year 2029 for the Town's exercise of its option to purchase.

NOTE 16 - PRIOR PERIOD ADJUSTMENTS AND RECLASSIFICATION OF FUND

Prior period adjustments were made to the governmental activities. The adjustments were due to mispostings and improper revenue recognition in the previous year and are as follows:

Governmental Activities

General Fund	\$ 52,250
Hydro Royalty Fund	(551,847)
	<u>\$ (499,597)</u>

The adjustment in the general fund is in connection with cash. The adjustment in the hydro royalty fund is due to mispostings in the investment and affects investments and revenues.

NOTE 17 - DATE OF MANAGEMENT'S REVIEW

Management has evaluated subsequent events through December 20, 2010, the date on which financial statements were available to be issued.

Required Supplemental Information (Part II)

TOWN OF VIDALIA, LOUISIANA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND

FOR THE YEAR ENDED JUNE 30, 2010

	Budgeted Amounts		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes	\$ 145,000	\$ 139,000	\$ 198,551	\$ 59,551
Licenses and permits	180,000	263,000	223,762	(39,238)
Fines and forfeits	40,000	40,000	52,303	12,303
Intergovernmental revenue	190,000	200,000	306,728	106,728
Charges for services	400,000	400,000	397,645	(2,355)
Other	15,559	53,809	71,783	17,974
Total revenues	<u>\$ 970,559</u>	<u>\$ 1,095,809</u>	<u>\$ 1,250,772</u>	<u>\$ 154,963</u>
Expenditures				
Current:				
Personal services	\$ 3,414,143	\$ 4,222,970	\$ 4,314,291	\$ (91,321)
Materials and supplies	789,838	837,450	904,061	(66,611)
Other services and charges	728,616	1,327,750	1,181,366	146,384
Capital outlay:				
Machinery and equipment	183,524	683,524	584,406	99,118
Total expenditures	<u>\$ 5,116,121</u>	<u>\$ 7,071,694</u>	<u>\$ 6,984,124</u>	<u>\$ 87,570</u>
Excess of revenues before operating transfers	<u>\$ (4,145,562)</u>	<u>\$ (5,975,885)</u>	<u>\$ (5,733,352)</u>	<u>\$ 242,533</u>
Other financing sources (uses)				
Operating transfers - in	\$ 4,153,000	\$ 6,500,000	\$ 6,298,727	\$ (201,273)
Operating transfers - out	-	(500,000)	(774,358)	(274,358)
Total other financing sources (uses)	<u>\$ 4,153,000</u>	<u>\$ 6,000,000</u>	<u>\$ 5,524,369</u>	<u>\$ (475,631)</u>
Net change in fund balance	<u>\$ 7,438</u>	<u>\$ 24,115</u>	<u>\$ (208,983)</u>	<u>\$ (233,098)</u>
Fund balance - beginning of year	<u>\$ (28,512)</u>	<u>\$ (28,512)</u>	<u>\$ (28,512)</u>	<u>\$ -</u>
Prior period adjustment	<u>-</u>	<u>-</u>	<u>52,250</u>	<u>52,250</u>
Fund balance - beginning of year, restated	<u>\$ (28,512)</u>	<u>\$ (28,512)</u>	<u>\$ 23,738</u>	<u>\$ 52,250</u>
Fund balance - end of year	<u>\$ (21,074)</u>	<u>\$ (4,397)</u>	<u>\$ (185,245)</u>	<u>\$ (180,848)</u>

See Independent Auditor's Report.

TOWN OF VIDALIA, LOUISIANA
BUDGETARY COMPARISON SCHEDULE
SPECIAL REVENUE FUND
HYDRO ROYALTY FUND

FOR THE YEAR ENDED JUNE 30, 2010

	Budgeted Amounts			Variance With Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Charges for services	\$ 3,100,000	\$ 3,500,000	\$ 3,088,034	\$ (411,966)
Investment earnings	-	-	39,905	39,905
Other	11,500,000	18,105,925	17,169,670	(936,255)
Total revenues	<u>\$ 14,600,000</u>	<u>\$ 21,605,925</u>	<u>\$ 20,297,609</u>	<u>\$ (1,308,316)</u>
Expenditures				
Current:				
Other services and charges	\$ 10,500,000	\$ 13,100,000	\$ 14,390,180	\$ (1,290,180)
Total expenditures	<u>\$ 10,500,000</u>	<u>\$ 13,100,000</u>	<u>\$ 14,390,180</u>	<u>\$ (1,290,180)</u>
Excess of revenues before operating transfers	<u>\$ 4,100,000</u>	<u>\$ 8,505,925</u>	<u>\$ 5,907,429</u>	<u>\$ (2,598,496)</u>
Other financing sources (uses)				
Operating transfers - out	\$ (3,378,000)	\$ (5,900,000)	\$ (5,850,000)	\$ 50,000
Total other financing sources (uses)	<u>\$ (3,378,000)</u>	<u>\$ (5,900,000)</u>	<u>\$ (5,850,000)</u>	<u>\$ 50,000</u>
Net change in fund balance	<u>\$ 722,000</u>	<u>\$ 2,605,925</u>	<u>\$ 57,429</u>	<u>\$ (2,548,496)</u>
Fund balance - beginning of year	\$ 9,473,826	\$ 9,473,826	\$ 9,473,826	\$ -
Prior period adjustment	-	-	(551,847)	(551,847)
Fund balance - beginning of year, restated	<u>\$ 9,473,826</u>	<u>\$ 9,473,826</u>	<u>\$ 8,921,979</u>	<u>\$ (551,847)</u>
Fund balance - end of year	<u>\$ 10,195,826</u>	<u>\$ 12,079,751</u>	<u>\$ 8,979,408</u>	<u>\$ (3,100,343)</u>

See Independent Auditor's Report.

TOWN OF VIDALIA, LOUISIANA
BUDGETARY COMPARISON SCHEDULE
SPECIAL REVENUE FUND
SALES TAX FUND

FOR THE YEAR ENDED JUNE 30, 2010

	Budgeted Amounts		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes	\$ 2,375,000	\$ 1,990,000	\$ 1,933,896	\$ (56,104)
Other	10,000	4,000	4,813	813
Total revenues	<u>\$ 2,385,000</u>	<u>\$ 1,994,000</u>	<u>\$ 1,938,709</u>	<u>\$ (55,291)</u>
Expenditures				
Current:				
Other services and charges	\$ 45,000	\$ 75,000	\$ 66,839	\$ 8,161
Total expenditures	<u>\$ 45,000</u>	<u>\$ 75,000</u>	<u>\$ 66,839</u>	<u>\$ 8,161</u>
Excess of revenues before operating transfers	<u>\$ 2,340,000</u>	<u>\$ 1,919,000</u>	<u>\$ 1,871,870</u>	<u>\$ (47,130)</u>
Other financing sources (uses)				
Operating transfers - out	\$ (1,648,000)	\$ (1,350,000)	\$ (1,350,000)	\$ -
Total other financing sources (uses)	<u>\$ (1,648,000)</u>	<u>\$ (1,350,000)</u>	<u>\$ (1,350,000)</u>	<u>\$ -</u>
Net change in fund balance	\$ 692,000	\$ 569,000	\$ 521,870	\$ (47,130)
Fund balance - beginning of year	<u>1,862,258</u>	<u>1,862,258</u>	<u>1,862,258</u>	<u>-</u>
Fund balance - end of year	<u>\$ 2,554,258</u>	<u>\$ 2,431,258</u>	<u>\$ 2,384,128</u>	<u>\$ (47,130)</u>

See Independent Auditor's Report.

TOWN OF VIDALIA, LOUISIANA
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2010

Budgetary Comparison Schedule

1. Basis of Presentation

The Budgetary Comparison Schedule presents the original legally adopted budget, the final legally adopted budget, the actual data on the GAAP basis, and variances between the final budget and the actual data.

2. Budget Amendments and Revisions

The budget is adopted by the Board of Aldermen. Amendments can be made on the approval of the Board of Aldermen. A budgetary comparison is presented for the General Fund and each major special revenue fund consistent with accounting principles generally accepted in the United States of America.

See Independent Auditor's Report.

Other Supplemental Information

Nonmajor Governmental Funds

TOWN OF VIDALIA, LOUISIANA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS

JUNE 30, 2010

	Special Revenue				Debt Service			Capital Projects			Total
	Ambulance Fund	Town Court Fund	Hotel Occupancy Fund	Total	Sales Tax Sinking Fund	Sales Tax Reserve Fund	Total	LCDBG Fund	Evacuation Center Fund	Total	
Assets											
Cash and cash equivalents	\$ 104,751	\$ 257,676	\$ 338,431	\$ 700,858	\$ 486,276	\$ -	\$ 486,276	\$ -	\$ 43,806	\$ 43,806	\$ 1,230,940
Receivables (net of allowance for uncollectibles)	35,775	42,220	-	77,995	3	-	3	-	-	-	77,998
Due from other funds	313,878	-	-	313,878	-	-	-	-	-	-	313,878
Total assets	\$ 454,404	\$ 299,896	\$ 338,431	\$ 1,092,731	\$ 486,279	\$ -	\$ 486,279	\$ -	\$ 43,806	\$ 43,806	\$ 1,622,816
Liabilities and Fund Balances											
Liabilities:											
Accounts payable	\$ 50,775	\$ -	\$ -	\$ 50,775	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 50,775
Accrued liabilities	39,880	-	-	39,880	-	-	-	-	-	-	39,880
Due to other funds	14,589	1,755	-	16,344	-	-	-	-	-	-	16,344
Other liabilities	-	34,560	-	34,560	-	-	-	-	-	-	34,560
Total liabilities	\$ 105,244	\$ 36,315	\$ -	\$ 141,559	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 141,559
Fund balances:											
Reserved for:											
Capital projects	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 43,806	\$ 43,806	\$ 43,806
Debt service	-	-	-	-	486,279	-	486,279	-	-	-	486,279
Unreserved, undesignated	349,160	243,581	338,431	931,172	-	-	-	-	-	-	931,172
Total fund balances	\$ 349,160	\$ 243,581	\$ 338,431	\$ 931,172	\$ 486,279	\$ -	\$ 486,279	\$ -	\$ 43,806	\$ 43,806	\$ 1,461,257
Total liabilities and fund balances	\$ 454,404	\$ 299,896	\$ 338,431	\$ 1,092,731	\$ 486,279	\$ -	\$ 486,279	\$ -	\$ 43,806	\$ 43,806	\$ 1,622,816

TOWN OF VIDALIA, LOUISIANA

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED JUNE 30, 2010

	Special Revenue			Debt Service			Capital Projects			Total
	Town	Hotel		Sales Tax	Sales Tax		LCDBG	Evacuation		Nonmajor
	Fund	Occupancy		Sinking	Reserve		Fund	Center		Governmental
		Fund	Total	Fund	Fund	Total		Fund	Total	Funds
Revenues										
Sales and use	\$ 484,394	\$ -	\$ 110,516	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 594,910
Intergovernmental										
revenues:										
State	45,167	-	45,167	-	-	-	39,567	-	39,567	84,734
Fines	-	219,364	219,364	-	-	-	-	-	-	219,364
Charges for services	20,325	-	20,325	-	-	-	-	-	-	20,325
Investment earnings	339	-	339	-	-	-	-	109	109	448
Issuance of debt	-	-	-	1,630,000	-	1,630,000	-	-	-	1,630,000
Total revenues	\$ 550,225	\$ 219,364	\$ 880,105	\$ 1,630,000	\$ -	\$ 1,630,000	\$ 39,567	\$ 109	\$ 39,676	\$ 2,549,781
Expenditures										
General government	\$ -	\$ 134,676	\$ 1,172	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 135,848
Public safety	611,938	-	611,938	-	-	-	-	-	-	611,938
Capital outlay	-	-	-	-	-	-	39,567	-	39,567	39,567
Debt service	-	-	-	-	-	-	-	-	-	-
Principal	-	-	-	2,260,000	-	2,260,000	-	-	-	2,260,000
Interest and fiscal fees	-	-	-	204,130	-	204,130	-	-	-	204,130
Total expenditures	\$ 611,938	\$ 134,676	\$ 1,172	\$ 2,464,130	\$ -	\$ 2,464,130	\$ 39,567	\$ -	\$ 39,567	\$ 3,251,483
Excess (deficiency) of revenues over expenditures	\$ (61,713)	\$ 84,688	\$ 109,344	\$ (834,130)	\$ -	\$ (834,130)	\$ -	\$ 109	\$ 109	\$ (701,702)
Other financing sources (uses)										
Transfers - in	\$ 9,941	\$ -	\$ -	\$ 773,850	\$ 140,518	\$ 914,368	\$ -	\$ -	\$ -	\$ 924,309
Transfers - out	-	-	-	(140,518)	(273,850)	(414,368)	-	-	-	(414,368)
Total other financing sources (uses)	\$ 9,941	\$ -	\$ -	\$ 633,332	\$ (133,332)	\$ 500,000	\$ -	\$ -	\$ -	\$ 509,941
Net change in fund balance	\$ (51,772)	\$ 84,688	\$ 109,344	\$ (200,798)	\$ (133,332)	\$ (334,130)	\$ -	\$ 109	\$ 109	\$ (191,761)
Fund balances - beginning	400,932	158,893	229,087	788,912	687,077	820,409	-	43,697	43,697	1,653,018
Fund balances - ending	\$ 349,160	\$ 243,581	\$ 338,431	\$ 931,172	\$ 486,279	\$ 486,279	\$ -	\$ 43,806	\$ 43,806	\$ 1,461,257

See Independent Auditor's Report.

Comparative/Combining Financial Statements and Schedules

GENERAL FUND

To account for resources traditionally associated with governments, which are not required to be accounted for in another fund.

TOWN OF VIDALIA, LOUISIANA

GENERAL FUND

COMPARATIVE BALANCE SHEET

JUNE 30, 2010 AND 2009

	2010	2009
<u>ASSETS</u>		
Cash	\$ 114,735	\$ 380,978
Accounts receivables, net of allowances for estimated uncollectibles (2010 - \$236 and 2009 - \$306)	45,282	50,871
Due from other agencies	403,333	307
Due from other governments	47,929	24,059
Due from other funds	13,287	14,287
Total assets	<u>\$ 624,566</u>	<u>\$ 470,502</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities		
Accounts payable	\$ 510,364	\$ 355,265
Accrued liabilities	299,447	143,749
Total liabilities	<u>\$ 809,811</u>	<u>\$ 499,014</u>
Fund balance - (unreserved)	<u>\$ (185,245)</u>	<u>\$ (28,512)</u>
Total liabilities and fund balance	<u>\$ 624,566</u>	<u>\$ 470,502</u>

See Independent Auditor's Report.

TOWN OF VIDALIA, LOUISIANA

GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 2010

WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED JUNE 30, 2009

	Budget	2010 Actual	Variance	2009 Actual
REVENUES				
Taxes	\$ 139,000	\$ 198,551	\$ 59,551	\$ 187,674
Licenses and permits	263,000	223,762	(39,238)	206,875
Fines and forfeits	40,000	52,303	12,303	46,104
Intergovernmental revenue	200,000	306,728	106,728	251,790
Charges for services	400,000	397,645	(2,355)	413,623
Other	53,809	71,783	17,974	111,874
Total revenues	\$ 1,095,809	\$ 1,250,772	\$ 154,963	\$ 1,217,940
Expenditures				
Current:				
Personal services	\$ 4,222,970	\$ 4,314,291	\$ (91,321)	\$ 4,308,552
Materials and supplies	837,450	904,061	(66,611)	1,084,754
Other services and charges	1,327,750	1,181,366	146,384	757,470
Capital outlay:				
Buildings	-	-	-	-
Machinery and equipment	683,524	584,406	99,118	178
Total expenditures	\$ 7,071,694	\$ 6,984,124	\$ 87,570	\$ 6,150,954
Deficit of revenues before operating transfers	\$ (5,975,885)	\$ (5,733,352)	\$ 242,533	\$ (4,933,014)
Other financing sources (uses)				
Operating transfers - in	\$ 6,500,000	\$ 6,298,727	\$ (201,273)	\$ 4,775,203
Operating transfers - out	(500,000)	(774,358)	(274,358)	(201,213)
Total other financing sources (uses)	\$ 6,000,000	\$ 5,524,369	\$ (475,631)	\$ 4,573,990
Net change in fund balance	\$ 24,115	\$ (208,983)	\$ (233,098)	\$ (359,024)
Fund balance - beginning of year	\$ (28,512)	\$ (28,512)	\$ -	\$ 279,299
Prior period adjustment	-	52,250	52,250	51,213
Fund balance - beginning of year, as restated	\$ (28,512)	\$ 23,738	\$ 52,250	\$ 330,512
Fund balance - end of year	\$ (4,397)	\$ (185,245)	\$ (180,848)	\$ (28,512)

See Independent Auditor's Report.

TOWN OF VIDALIA, LOUISIANA

GENERAL FUND
STATEMENT OF EXPENDITURES COMPARED TO BUDGET (GAAP BASIS)

YEAR ENDED JUNE 30, 2010

WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED JUNE 30, 2009

	2010			2009
	Budget	Actual	Variance	Actual
<u>GENERAL AND ADMINISTRATIVE</u>				
Personal services				
Salaries and wages	\$ 301,000	\$ 478,810	\$ (177,810)	\$ 325,644
Insurance	45,000	83,693	(38,693)	144,784
Employee benefits	75,000	43,759	31,241	57,638
Total personal services	\$ 421,000	\$ 606,262	\$ (185,262)	\$ 528,066
Materials and supplies				
Office supplies	\$ 16,000	\$ 17,663	\$ (1,663)	\$ 14,880
Operating supplies	55,000	47,732	7,268	25,281
Repair and maintenance supplies	40,000	201,669	(161,669)	16,305
Total materials and supplies	\$ 111,000	\$ 267,064	\$ (156,064)	\$ 56,466
Other services and charges				
Professional fees	\$ 580,000	\$ 279,448	\$ 300,552	\$ 122,092
Communications	25,000	40,432	(15,432)	20,582
Travel and seminar	33,000	33,462	(462)	13,468
Advertising	47,000	56,192	(9,192)	32,995
Dues and subscriptions	9,000	8,821	179	4,889
Insurance	90,000	46,849	43,151	61,165
Leases	-	11,200	(11,200)	30,800
Utility service	30,750	32,799	(2,049)	37,658
Repairs and maintenance	9,500	9,670	(170)	10,326
Landfill fees and rentals	4,000	3,903	97	2,053
Total other services and charges	\$ 828,250	\$ 522,776	\$ 305,474	\$ 336,028
Capital outlay				
Other improvements	\$ 500,000	\$ 582,673	\$ (82,673)	\$ -
Total capital outlay	\$ 500,000	\$ 582,673	\$ (82,673)	\$ -
Total general and administrative expenditures	\$ 1,860,250	\$ 1,978,775	\$ (118,525)	\$ 920,560

-continued-

TOWN OF VIDALIA, LOUISIANA

GENERAL FUND
STATEMENT OF EXPENDITURES COMPARED TO BUDGET (GAAP BASIS)

YEAR ENDED JUNE 30, 2010

WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED JUNE 30, 2009

	Budget	2010 Actual	Variance	2009 Actual
<u>STREET DEPARTMENT</u>				
Personal services				
Salaries and wages	\$ 690,000	\$ 617,811	\$ 72,189	\$ 572,153
Insurance	132,000	130,984	1,016	145,426
Employee benefits	95,000	192,871	(97,871)	187,399
Total personal services	\$ 917,000	\$ 941,666	\$ (24,666)	\$ 904,978
Materials and supplies				
Office supplies	\$ 1,000	\$ 1,653	\$ (653)	\$ 6,972
Operating supplies	130,000	65,014	64,986	94,495
Repair and maintenance supplies	207,000	211,469	(4,469)	298,092
Total materials and supplies	\$ 338,000	\$ 278,136	\$ 59,864	\$ 399,559
Other services and charges				
Professional fees	\$ 25,000	\$ 23,777	\$ 1,223	\$ 39,050
Communications	5,000	3,693	1,307	4,135
Travel and seminar	4,000	2,355	1,645	2,121
Dues and subscriptions	1,000	1,500	(500)	68
Insurance	25,000	21,066	3,934	2,913
Utility service	17,500	15,378	2,122	18,065
Repairs and maintenance	12,000	1,388	10,612	6,720
Landfill fees and rentals	-	11,374	(11,374)	9,216
Total other services and charges	\$ 89,500	\$ 80,531	\$ 8,969	\$ 82,288
Capital outlay				
Building	\$ -	\$ -	\$ -	\$ 27,679
Other improvements	86,250	1,586	84,664	-
Total capital outlay	\$ 86,250	\$ 1,586	\$ 84,664	\$ 27,679
Total street expenditures	\$ 1,430,750	\$ 1,301,919	\$ 128,831	\$ 1,414,504

-continued-

TOWN OF VIDALIA, LOUISIANA

GENERAL FUND
STATEMENT OF EXPENDITURES COMPARED TO BUDGET (GAAP BASIS)

YEAR ENDED JUNE 30, 2010

WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED JUNE 30, 2009

	Budget	2010 Actual	Variance	2009 Actual
<u>SANITATION DEPARTMENT</u>				
Personal services				
Salaries and wages	\$ 301,000	\$ 277,180	\$ 23,820	\$ 266,551
Insurance	63,000	63,263	(263)	59,401
Employee benefits	42,000	77,445	(35,445)	90,019
Total personal services	\$ 406,000	\$ 417,888	\$ (11,888)	\$ 415,971
Materials and supplies				
Office supplies	\$ -	\$ 8,966	\$ (8,966)	\$ 56,528
Operating supplies	3,500	-	3,500	-
Repair and maintenance supplies	35,000	32,932	2,068	2,534
Total materials and supplies	\$ 38,500	\$ 41,898	\$ (3,398)	\$ 59,062
Other services and charges				
Professional fees	\$ -	\$ -	\$ -	\$ 8,594
Utility service	-	59	(59)	-
Repairs and maintenance	1,500	-	1,500	-
Landfill fees and rentals	175,000	167,743	7,257	134,901
Bad debts	-	2,209	(2,209)	1,807
Total other services and charges	\$ 176,500	\$ 170,011	\$ 6,489	\$ 145,302
Total sanitation expenditures	\$ 621,000	\$ 629,797	\$ (8,797)	\$ 620,335

-continued-

TOWN OF VIDALIA, LOUISIANA

GENERAL FUND

STATEMENT OF EXPENDITURES COMPARED TO BUDGET (GAAP BASIS)

YEAR ENDED JUNE 30, 2010

WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED JUNE 30, 2009

	Budget	2010 Actual	Variance	2009 Actual
<u>POLICE DEPARTMENT</u>				
Personal services				
Salaries and wages	\$ 1,170,000	\$ 1,059,640	\$ 110,360	\$ 1,032,287
Insurance	170,000	168,581	1,419	156,870
Employee benefits	140,000	294,836	(154,836)	290,372
Total personal services	\$ 1,480,000	\$ 1,523,057	\$ (43,057)	\$ 1,479,529
Materials and supplies				
Office supplies	\$ 12,000	\$ 12,627	\$ (627)	\$ 28,825
Operating supplies	110,550	109,242	1,308	176,728
Repair and maintenance supplies	125,000	95,437	29,563	205,125
Total materials and supplies	\$ 247,550	\$ 217,306	\$ 30,244	\$ 410,678
Other services and charges				
Professional fees	\$ 40,000	\$ 35,979	\$ 4,021	\$ 20,797
Communications	12,000	12,224	(224)	14,598
Travel and seminar	25,000	21,565	3,435	29,134
Advertising	2,000	1,840	160	4,034
Dues and subscriptions	26,000	2,155	23,845	3,505
Insurance	38,000	36,494	1,506	45,539
Utility service	15,000	16,174	(1,174)	18,389
Repairs and maintenance	15,000	6,735	8,265	9,740
Landfill fees and rentals	-	4,834	(4,834)	5,457
Total other services and charges	\$ 173,000	\$ 138,000	\$ 35,000	\$ 151,193
Capital outlay				
Machinery and equipment	\$ 89,774	\$ 70	\$ 89,704	\$ -
Total capital outlay	\$ 89,774	\$ 70	\$ 89,704	\$ -
Total police expenditures	\$ 1,990,324	\$ 1,878,433	\$ 111,891	\$ 2,041,400

-continued-

TOWN OF VIDALIA, LOUISIANA

GENERAL FUND
STATEMENT OF EXPENDITURES COMPARED TO BUDGET (GAAP BASIS)

YEAR ENDED JUNE 30, 2010

WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED JUNE 30, 2009

	Budget	2010 Actual	Variance	2009 Actual
<u>FIRE DEPARTMENT</u>				
Personal services				
Salaries and wages	\$ 434,720	\$ 403,589	\$ 31,131	\$ 379,674
Insurance	105,000	97,285	7,715	79,416
Employee benefits	85,000	201,297	(116,297)	142,590
Total personal services	\$ 624,720	\$ 702,171	\$ (77,451)	\$ 601,680
Materials and supplies				
Office supplies	\$ 3,900	\$ 3,891	\$ 9	\$ 7,056
Operating supplies	35,000	14,666	20,334	22,815
Repair and maintenance supplies	30,000	46,871	(16,871)	67,900
Total materials and supplies	\$ 68,900	\$ 65,428	\$ 3,472	\$ 97,771
Other services and charges				
Professional fees	\$ 7,500	\$ 7,447	\$ 53	\$ 2,120
Communications	3,000	2,873	127	2,168
Travel and seminar	1,000	887	113	455
Advertising	-	1,132	(1,132)	4,580
Dues and subscriptions	1,000	841	159	1,799
Insurance	21,000	21,067	(67)	368
Utility service	6,000	6,081	(81)	7,196
Repairs and maintenance	5,500	1,670	3,830	1,644
Total other services and charges	\$ 45,000	\$ 41,998	\$ 3,002	\$ 20,330
Capital outlay				
Machinery and equipment	\$ 6,000	\$ 77	\$ 5,923	\$ 178
Total capital outlay	\$ 6,000	\$ 77	\$ 5,923	\$ 178
Total fire expenditures	\$ 744,620	\$ 809,674	\$ (65,054)	\$ 719,959

-continued-

TOWN OF VIDALIA, LOUISIANA

GENERAL FUND
STATEMENT OF EXPENDITURES COMPARED TO BUDGET (GAAP BASIS)

YEAR ENDED JUNE 30, 2010

WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED JUNE 30, 2009

	Budget	2010 Actual	Variance	2009 Actual
TOWN COURT				
Personal services				
Salaries and wages	\$ 100,000	\$ 89,627	\$ 10,373	\$ 89,911
Insurance	22,500	22,293	207	30,220
Employee benefits	17,000	11,328	5,672	11,069
Total personal services	\$ 139,500	\$ 123,248	\$ 16,252	\$ 131,200
Materials and supplies				
Operating supplies	\$ 500	\$ 227	\$ 273	\$ 132
Repair and maintenance supplies	500	441	59	3,707
Total materials and supplies	\$ 1,000	\$ 668	\$ 332	\$ 3,839
Other services and charges				
Communications	\$ 1,500	\$ 730	\$ 770	\$ 2,235
Utility service	1,000	572	428	3,571
Repairs and maintenance	3,000	1,980	1,020	2,461
Landfill fees and rentals	-	338	(338)	293
Total other services and charges	\$ 5,500	\$ 3,620	\$ 1,880	\$ 8,560
Capital outlay				
Machinery and equipment	\$ -	\$ -	\$ -	\$ 4,250
Total capital outlay	\$ -	\$ -	\$ -	\$ 4,250
Total town court expenditures	\$ 146,000	\$ 127,536	\$ 18,464	\$ 147,849

-continued-

TOWN OF VIDALIA, LOUISIANA

GENERAL FUND
STATEMENT OF EXPENDITURES COMPARED TO BUDGET (GAAP BASIS)

YEAR ENDED JUNE 30, 2010

WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED JUNE 30, 2009

	Budget	2010 Actual	Variance	2009 Actual
MECHANIC SHOP				
Personal services				
Salaries and wages	\$ 175,000	\$ 153,912	\$ 21,088	\$ 154,771
Insurance	30,000	28,401	1,599	29,713
Employee benefits	29,750	32,784	(3,034)	30,712
Total personal services	\$ 234,750	\$ 215,097	\$ 19,653	\$ 215,196
Materials and supplies				
Office supplies	\$ 500	\$ 114	\$ 386	\$ 98
Operating supplies	22,000	24,909	(2,909)	43,588
Repair and maintenance supplies	10,000	8,539	1,461	13,693
Total materials and supplies	\$ 32,500	\$ 33,562	\$ (1,062)	\$ 57,379
Other services and charges				
Professional fees	\$ 2,000	\$ 1,560	\$ 440	\$ -
Communications	-	-	-	1,998
Utility service	5,000	5,229	(229)	5,569
Repairs and maintenance	3,000	2,542	458	6,205
Total other services and charges	\$ 10,000	\$ 9,331	\$ 669	\$ 13,772
Capital outlay				
Machinery and equipment	\$ 1,500	\$ -	\$ 1,500	\$ -
Total capital outlay	\$ 1,500	\$ -	\$ 1,500	\$ -
Total mechanic shop expenditures	\$ 278,750	\$ 257,990	\$ 20,760	\$ 286,347

-continued-

TOWN OF VIDALIA, LOUISIANA

GENERAL FUND

STATEMENT OF EXPENDITURES COMPARED TO BUDGET (GAAP BASIS)

YEAR ENDED JUNE 30, 2010

WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED JUNE 30, 2009

	<u>Budget</u>	<u>2010 Actual</u>	<u>Variance</u>	<u>2009 Actual</u>
Total expenditures - all departments	<u>\$ 7,071,694</u>	<u>\$ 6,984,124</u>	<u>\$ 87,570</u>	<u>\$ 6,150,954</u>

See Independent Auditor's Report.

SPECIAL REVENUE FUNDS**MAJOR FUNDS:****Hydro Royalty Fund**

To account for the revenues and expenditures of the Hydroelectric project.

Sales Tax Fund

To account for the collection and expenditure of sales tax revenues as provided by ordinance.

NONMAJOR FUNDS:**Ambulance Fund**

To account for the collection and expenditure of sales tax dedicated for the purpose of providing the community with ambulance service.

Town Court Fund

To account for the operations of the Court as required by Louisiana Revised Statute and to facilitate control over receipts and payment of expenses connected with collection of revenue. Town Marshall's balances and transactions are accounted for in this Fund. Excess revenue is available for transfer to General Fund.

Hotel Occupancy Fund

To account for tax collected from the room occupancy of the Town's motels/hotels.

TOWN OF VIDALIA, LOUISIANA

SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET

JUNE 30, 2010

WITH COMPARATIVE TOTALS FOR YEAR ENDED JUNE 30, 2009

	Major Funds		Nonmajor Funds		Totals	
	Hydro Royalty Fund	Sales Tax Fund	Ambulance Fund	Town Court Fund	Hotel Occupancy Fund	
ASSETS						
Cash and cash equivalents	\$ 4,110,461	\$ 2,276,001	\$ 104,751	\$ 257,676	\$ 338,431	\$ 6,208,362
Temporary investments - time deposits	1,469,384	-	-	-	-	1,469,384
Receivables (net of allowance for uncollectibles)	3,510	176,465	35,775	42,220	-	213,394
Due from other agencies	5,065,348	-	-	-	-	5,165,272
Due from other funds	-	249,038	313,878	-	-	570,498
Total assets	\$ 10,648,703	\$ 2,701,504	\$ 454,404	\$ 299,896	\$ 338,431	\$ 14,442,938
LIABILITIES AND FUND BALANCE						
Liabilities:						
Accounts payable	\$ 1,353,000	\$ 3,499	\$ 50,775	\$ -	\$ -	\$ 1,353,448
Accrued liabilities	-	-	39,880	-	-	27,406
Due to other funds	316,295	313,877	14,589	1,755	-	654,146
Other liabilities	-	-	-	54,560	-	35,925
Total liabilities	\$ 1,669,295	\$ 317,376	\$ 105,244	\$ 56,315	\$ -	\$ 2,070,925
Fund balances:						
Restricted	\$ 2,240,000	\$ -	\$ -	\$ -	\$ -	\$ 2,240,000
Unreserved	6,739,408	2,384,128	349,160	243,581	338,431	9,884,996
Total fund balances	\$ 8,979,408	\$ 2,384,128	\$ 349,160	\$ 243,581	\$ 338,431	\$ 12,124,996
Total liabilities and fund balances	\$ 10,648,703	\$ 2,701,504	\$ 454,404	\$ 299,896	\$ 338,431	\$ 14,442,938

See Independent Auditor's Report

TOWN OF VIDALIA, LOUISIANA

SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE

YEAR ENDED JUNE 30, 2010

WITH COMPARATIVE TOTALS FOR YEAR ENDED JUNE 30, 2009

	Major Funds		Nonmajor Funds			Totals	
	Hydro Royalty Fund	Sales Tax Fund	Ambulance Fund	Town Court Fund	Hotel Occupancy Fund	2010	2009
REVENUES							
Taxes	\$ -	\$ 1,933,896	\$ 484,394	\$ -	\$ 110,516	\$ 2,528,806	\$ 2,687,969
Intergovernmental revenues	-	-	45,167	-	-	45,167	42,883
Charges for services	3,088,054	-	20,325	-	-	3,108,359	4,102,273
Other	17,209,575	4,813	339	219,364	-	17,434,091	13,983,074
Total revenues	\$ 20,297,609	\$ 1,938,709	\$ 550,225	\$ 219,364	\$ 110,516	\$ 23,116,423	\$ 20,816,199
EXPENDITURES							
Current:							
General government	\$ 14,390,180	\$ 66,839	\$ -	\$ 134,676	\$ 1,172	\$ 14,592,867	\$ 11,855,838
Public safety	-	-	611,938	-	-	611,938	537,229
Ambulance	-	-	-	-	-	-	-
Total expenditures	\$ 14,390,180	\$ 66,839	\$ 611,938	\$ 134,676	\$ 1,172	\$ 15,204,805	\$ 12,413,067
Excess of revenues (expenditures)	\$ 5,907,429	\$ 1,871,870	\$ (61,713)	\$ 84,688	\$ 109,344	\$ 7,911,618	\$ 8,403,132
OPERATING TRANSFERS							
Transfers - in	-	-	9,941	-	-	9,941	-
Transfers - out	(5,850,000)	(1,350,000)	-	-	-	(7,200,000)	(7,275,000)
Excess of revenues and transfers - in (expenditures and transfers - out)	\$ 57,429	\$ 521,870	\$ (51,772)	\$ 84,688	\$ 109,344	\$ 721,559	\$ 1,128,132
FUND BALANCE - BEGINNING	\$ 9,473,826	\$ 1,862,258	\$ 400,932	\$ 158,893	\$ 229,087	\$ 12,124,996	\$ 10,996,864
PRIOR PERIOD ADJUSTMENT	(531,847)	-	-	-	-	(531,847)	-
FUND BALANCE - BEGINNING, as restated	\$ 8,921,979	\$ 1,862,258	\$ 400,932	\$ 158,893	\$ 229,087	\$ 11,573,149	\$ 10,996,864
FUND BALANCE - ENDING	\$ 8,979,408	\$ 2,384,128	\$ 349,160	\$ 243,581	\$ 338,431	\$ 12,294,708	\$ 12,124,996

See Independent Auditor's Report

TOWN OF VIDALIA, LOUISIANA

SPECIAL REVENUE FUND
HYDRO ROYALTY FUNDSTATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 2010

WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED JUNE 30, 2009

	Budget	2010 Actual	Variance	2009 Actual
<u>REVENUES</u>				
Charges for services	\$ 3,500,000	\$ 3,088,034	\$ (411,966)	\$ 4,066,969
Other	18,105,925	17,209,575	(896,350)	13,834,194
Total revenues	\$ 21,605,925	\$ 20,297,609	\$ (1,308,316)	\$ 17,901,163
<u>EXPENDITURES</u>				
Current				
Other services and charges	\$ 13,100,000	\$ 14,390,180	\$ (1,290,180)	\$ 11,686,095
Total expenditures	\$ 13,100,000	\$ 14,390,180	\$ (1,290,180)	\$ 11,686,095
Excess of revenues before operating transfers	\$ 8,505,925	\$ 5,907,429	\$ (2,598,496)	\$ 6,215,068
<u>OPERATING TRANSFERS</u>				
Transfers - out	(5,900,000)	(5,850,000)	50,000	(5,500,000)
Excess of revenues (expenditures and transfers out)	\$ 2,605,925	\$ 57,429	\$ (2,548,496)	\$ 715,068
<u>FUND BALANCE - BEGINNING</u>	\$ 9,473,826	\$ 9,473,826	\$ -	\$ 8,758,758
<u>PRIOR PERIOD ADJUSTMENT</u>	-	(551,847)	(551,847)	-
<u>FUND BALANCE - BEGINNING, as restated</u>	\$ 9,473,826	\$ 8,921,979	\$ (551,847)	\$ 8,758,758
<u>FUND BALANCE - ENDING</u>	\$ 12,079,751	\$ 8,979,408	\$ (3,100,343)	\$ 9,473,826

See Independent Auditor's Report.

TOWN OF VIDALIA, LOUISIANA

SPECIAL REVENUE FUND
SALES TAX FUNDSTATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 2010

WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED JUNE 30, 2009

	Budget	2010 Actual	Variance	2009 Actual
<u>REVENUES</u>				
Taxes	\$ 1,990,000	\$ 1,933,896	\$ (56,104)	\$ 2,049,637
Other	4,000	4,813	813	13,757
Total revenues	\$ 1,994,000	\$ 1,938,709	\$ (55,291)	\$ 2,063,394
<u>EXPENDITURES</u>				
Current				
Other services and charges	\$ 75,000	\$ 66,839	\$ 8,161	\$ 43,665
Total expenditures	\$ 75,000	\$ 66,839	\$ 8,161	\$ 43,665
Excess of revenues before operating transfers	\$ 1,919,000	\$ 1,871,870	\$ (47,130)	\$ 2,019,729
<u>OPERATING TRANSFERS</u>				
Transfers - out	(1,350,000)	(1,350,000)	-	(1,775,000)
Excess of revenues (expenditures and transfers out)	\$ 569,000	\$ 521,870	\$ (47,130)	\$ 244,729
<u>FUND BALANCE - BEGINNING</u>	1,862,258	1,862,258	-	1,617,529
<u>FUND BALANCE - ENDING</u>	\$ 2,431,258	\$ 2,384,128	\$ (47,130)	\$ 1,862,258

See Independent Auditor's Report.

TOWN OF VIDALIA, LOUISIANA

SPECIAL REVENUE FUND
AMBULANCE FUNDSTATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 2010

WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED JUNE 30, 2009

	Budget	2010 Actual	Variance	2009 Actual
<u>REVENUES</u>				
Taxes	\$ -	\$ 484,394	\$ 484,394	\$ 513,227
Intergovernmental	-	45,167	45,167	42,883
Charges for services	21,000	20,325	(675)	35,304
Other	500	339	(161)	598
Total revenues	\$ 21,500	\$ 550,225	\$ 528,725	\$ 592,012
<u>EXPENDITURES</u>				
Current				
Personal services	\$ 451,000	\$ 521,509	\$ (70,509)	\$ 498,392
Materials and supplies	5,500	1,930	3,570	3,931
Other services and charges	88,000	88,499	(499)	54,906
Total expenditures	\$ 544,500	\$ 611,938	\$ (67,438)	\$ 557,229
Excess (deficit) of revenues before operating transfers	\$ (523,000)	\$ (61,713)	\$ 461,287	\$ 34,783
<u>OPERATING TRANSFERS</u>				
Transfers - in	500,000	9,941	(490,059)	-
Excess of revenues (expenditures and transfers out)	\$ (23,000)	\$ (51,772)	\$ (28,772)	\$ 34,783
<u>FUND BALANCE - BEGINNING</u>	400,932	400,932	-	366,149
<u>FUND BALANCE - ENDING</u>	\$ 377,932	\$ 349,160	\$ (28,772)	\$ 400,932

See Independent Auditor's Report.

TOWN OF VIDALIA, LOUISIANA

SPECIAL REVENUE FUND
TOWN COURT FUNDSTATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 2010

WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED JUNE 30, 2009

	Budget	2010 Actual	Variance	2009 Actual
<u>REVENUES</u>				
Other	\$ 105,000	\$ 219,364	\$ 114,364	\$ 134,525
Total revenues	<u>\$ 105,000</u>	<u>\$ 219,364</u>	<u>\$ 114,364</u>	<u>\$ 134,525</u>
<u>EXPENDITURES</u>				
Current				
Other services and charges	\$ 105,000	\$ 134,676	\$ (29,676)	\$ 123,614
Total expenditures	<u>\$ 105,000</u>	<u>\$ 134,676</u>	<u>\$ (29,676)</u>	<u>\$ 123,614</u>
Excess of revenues before operating transfers	\$ -	\$ 84,688	\$ 84,688	\$ 10,911
<u>OPERATING TRANSFERS</u>				
Transfers - out	-	-	-	-
Excess of revenues (expenditures and transfers out)	\$ -	\$ 84,688	\$ 84,688	\$ 10,911
<u>FUND BALANCE - BEGINNING</u>	<u>158,893</u>	<u>158,893</u>	<u>-</u>	<u>147,982</u>
<u>FUND BALANCE - ENDING</u>	<u>\$ 158,893</u>	<u>\$ 243,581</u>	<u>\$ 84,688</u>	<u>\$ 158,893</u>

See Independent Auditor's Report.

TOWN OF VIDALIA, LOUISIANA

SPECIAL REVENUE FUND
HOTEL OCCUPANCY FUNDSTATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 2010

WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED JUNE 30, 2009

	Budget	2010 Actual	Variance	2009 Actual
<u>REVENUES</u>				
Taxes	\$ -	\$ 110,516	\$ 110,516	\$ 125,105
Total revenues	\$ -	\$ 110,516	\$ 110,516	\$ 125,105
<u>EXPENDITURES</u>				
Current				
Materials and supplies	\$ -	\$ 1,172	\$ (1,172)	\$ 2,464
Total expenditures	\$ -	\$ 1,172	\$ (1,172)	\$ 2,464
Excess of revenues before operating transfers	\$ -	\$ 109,344	\$ 109,344	\$ 122,641
<u>OPERATING TRANSFERS</u>				
Transfers - in	-	-	-	-
Excess of revenues (expenditures and transfers out)	\$ -	\$ 109,344	\$ 109,344	\$ 122,641
<u>FUND BALANCE - BEGINNING</u>	-	229,087	(229,087)	106,446
<u>FUND BALANCE - ENDING</u>	\$ -	\$ 338,431	\$ (119,743)	\$ 229,087

See Independent Auditor's Report.

DEBT SERVICE FUNDS**NONMAJOR FUNDS:****SALES TAX BONDS SINKING AND RESERVE FUNDS*****Sales Tax Bonds Sinking Fund***

To accumulate monies for the payment of the Sales Tax Bonds dated December 1, 1999, in the amount of \$3,310,000, and to accumulate monies for the payment of the Sales Tax Bonds dated June 1, 2000, in the amount of \$3,535,000. Financing to be provided by a special 1% sales tax.

Sales Tax Bonds Reserve Fund

To accumulate monies as required by ST-1999 and ST-2000 Bond Ordinances for Payment of Bonds and Coupons in the event adequate amounts are not available in the Sinking Fund.

TOWN OF VIDALIA, LOUISIANA

DEBT SERVICE FUNDS
COMBINING BALANCE SHEET

JUNE 30, 2010

WITH COMPARATIVE TOTALS FOR JUNE 30, 2009

	Nonmajor Funds		Totals	
	Sales Tax Bonds Sinking Fund	Sales Tax Bonds Reserve Fund	2010	2009
<u>ASSETS</u>				
Cash	\$ 486,276	\$ -	\$ 486,276	\$ 820,407
Receivable	3	-	3	3
Total assets	\$ 486,279	\$ -	\$ 486,279	\$ 820,410
<u>LIABILITIES AND FUND BALANCE</u>				
Liabilities				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Total liabilities	\$ -	\$ -	\$ -	\$ -
Fund balance				
Available for debt service	\$ 486,279	\$ -	\$ 486,279	\$ 820,410
Total fund balance	\$ 486,279	\$ -	\$ 486,279	\$ 820,410
Total liabilities and fund balance	\$ 486,279	\$ -	\$ 486,279	\$ 820,410

See Independent Auditor's Report.

TOWN OF VIDALIA, LOUISIANA

DEBT SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE

YEAR ENDED JUNE 30, 2010

WITH COMPARATIVE TOTALS FOR JUNE 30, 2009

	Nonmajor Funds		Totals	
	Sales Tax Bonds Sinking Fund	Sales Tax Bonds Reserve Fund	2010	2009
<u>REVENUES</u>				
Interest earned on investments	\$ -	\$ -	\$ -	\$ 131,020
Issuance of debt	1,630,000	-	1,630,000	-
Total revenues	\$ 1,630,000	\$ -	\$ 1,630,000	\$ 131,020
<u>EXPENDITURES</u>				
Debt service				
Principal	\$ 2,260,000	\$ -	\$ 2,260,000	\$ 355,000
Interest and fiscal fees	204,130	-	204,130	351,960
Total expenditures	\$ 2,464,130	\$ -	\$ 2,464,130	\$ 706,960
Excess of revenues (expenditures)	\$ (834,130)	\$ -	\$ (834,130)	\$ (575,940)
<u>OPERATING TRANSFERS</u>				
Transfers - in	773,850	140,518	914,368	900,000
Transfers - out	(140,518)	(273,850)	(414,368)	-
Excess of revenues and transfers - in (expenditures and transfers - out)	\$ (200,798)	\$ (133,332)	\$ (334,130)	\$ 324,060
<u>FUND BALANCE - BEGINNING</u>	687,077	133,332	820,409	430,842
Prior period adjustment	-	-	-	65,508
<u>FUND BALANCE - BEGINNING, AS RESTATED</u>	\$ 687,077	\$ 133,332	\$ 820,409	\$ 496,350
<u>FUND BALANCE - ENDING</u>	\$ 486,279	\$ -	\$ 486,279	\$ 820,410

See Independent Auditor's Report.

TOWN OF VIDALIA, LOUISIANA

DEBT SERVICE FUNDS
SALES TAX BONDS SINKING FUNDSTATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 2010

WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED JUNE 30, 2009

	Budget	2010 Actual	Variance	2009 Actual
<u>REVENUES</u>				
Interest earned on investments	\$ 7,500	\$ -	\$ (7,500)	\$ 65,510
Issuance of debt	-	1,630,000	1,630,000	-
Total revenues	\$ 7,500	\$ 1,630,000	\$ 1,622,500	\$ 65,510
<u>EXPENDITURES</u>				
Debt service				
Principal	\$ 375,000	\$ 2,260,000	\$ (1,885,000)	\$ 355,000
Interest and fiscal fees	334,357	204,130	130,227	351,960
Total expenditures	\$ 709,357	\$ 2,464,130	\$ (1,754,773)	\$ 706,960
Excess of revenues before operating transfers	\$ (701,857)	\$ (834,130)	\$ (132,273)	\$ (641,450)
<u>OPERATING TRANSFERS</u>				
Transfers - in	603,000	773,850	170,850	900,000
Transfers - out	-	(140,518)	(140,518)	-
Excess of revenues (expenditures and transfers out)	\$ (98,857)	\$ (200,798)	\$ (101,941)	\$ 258,550
<u>FUND BALANCE - BEGINNING</u>	687,077	687,077	-	428,527
<u>FUND BALANCE - ENDING</u>	\$ 588,220	\$ 486,279	\$ (101,941)	\$ 687,077

See Independent Auditor's Report.

TOWN OF VIDALIA, LOUISIANA

DEBT SERVICE FUNDS
SALES TAX BONDS RESERVE FUNDSTATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 2010

WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED JUNE 30, 2009

	Budget	2010 Actual	Variance	2009 Actual
<u>REVENUES</u>				
Interest earned on investments	\$ 15,250	\$ -	\$ (15,250)	\$ 65,510
Total revenues	\$ 15,250	\$ -	\$ (15,250)	\$ 65,510
<u>EXPENDITURES</u>				
General government	\$ -	\$ -	\$ -	\$ -
Total expenditures	\$ -	\$ -	\$ -	\$ -
Excess of revenues before operating transfers	\$ 15,250	\$ -	\$ (15,250)	\$ 65,510
<u>OPERATING TRANSFERS</u>				
Transfers - in	-	140,518	140,518	-
Transfers - out	-	(273,850)	(273,850)	-
Excess of revenues (expenditures and transfers out)	\$ 15,250	\$ (133,332)	\$ (148,582)	\$ 65,510
<u>FUND BALANCE - BEGINNING</u>	\$ 133,332	\$ 133,332	\$ -	\$ 2,315
Prior period adjustment	\$ -	\$ -	\$ -	\$ 65,507
<u>FUND BALANCE - BEGINNING, AS RESTATED</u>	\$ 133,332	\$ 133,332	\$ -	\$ 67,822
<u>FUND BALANCE - ENDING</u>	\$ 148,582	\$ -	\$ (148,582)	\$ 133,332

See Independent Auditor's Report.

CAPITAL PROJECTS FUNDS**MAJOR FUND:****Industrial Park Fund**

To account for the financing and construction as well as continuing improvements to be made to the Town's industrial park complex. General revenues, federal, and state grants provide financing.

NONMAJOR FUND:**LCDBG Public Facilities Program and Evacuation Center Fund**

To account for the *grants received for fiscal year 2009* for capital projects including the Conference and Convention Center and developments in the Vidalia Industrial Park.

TOWN OF VIDALIA, LOUISIANA

CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET

JUNE 30, 2010

WITH COMPARATIVE TOTALS FOR YEAR ENDED JUNE 30, 2009

	Major Fund	Nonmajor Funds		Totals	
	Industrial Park Fund	LCDBG Fund	Evacuation Center Fund	2010	2009
<u>ASSETS</u>					
Cash	\$ 59,468	\$ -	\$ 43,806	\$ 103,274	\$ 118,709
Due from other agencies	70,809	-	-	70,809	54,629
Due from other funds	252,034	-	-	252,034	252,034
Total assets	\$ 382,311	\$ -	\$ 43,806	\$ 426,117	\$ 425,372
<u>LIABILITIES AND FUND BALANCE</u>					
Liabilities:					
Accounts payable	\$ 60,992	\$ -	\$ -	\$ 60,992	\$ 5,939
Accrued liabilities	516	-	-	516	573
Due to other funds	311,352	-	-	311,352	311,251
Total liabilities	\$ 372,860	\$ -	\$ -	\$ 372,860	\$ 317,763
Fund balance	\$ 9,451	\$ -	\$ 43,806	\$ 53,257	\$ 107,509
Total liabilities and fund balances	\$ 382,311	\$ -	\$ 43,806	\$ 426,117	\$ 425,272

See Independent Auditor's Report.

TOWN OF VIDALIA, LOUISIANA

CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE

YEAR ENDED JUNE 30, 2010

WITH COMPARATIVE TOTALS FOR YEAR ENDED JUNE 30, 2009

	Major Fund Industrial Park Fund	Nonmajor Funds		Totals	
		LCDBG Fund	Evacuation Center Fund	2010	2009
<u>REVENUES</u>					
Intergovernmental	\$ 164,380	\$ 39,567	\$ -	\$ 203,947	\$ 558,252
Other	229,130	-	109	229,239	120,079
Total revenues	\$ 393,510	\$ 39,567	\$ 109	\$ 433,186	\$ 678,331
<u>EXPENDITURES</u>					
Current					
Personal services	\$ 87,918	\$ -	\$ -	\$ 87,918	\$ 97,889
Other services and charges	261,221	-	-	261,221	24,741
Capital outlay					
Other improvements	98,732	39,567	-	138,299	479,341
Total expenditures	\$ 447,871	\$ 39,567	\$ -	\$ 487,438	\$ 601,971
Excess of revenues (expenditures)	\$ (54,361)	\$ -	\$ 109	\$ (54,252)	\$ 76,360
<u>OPERATING TRANSFERS</u>					
Transfers - out	-	-	-	-	\$ (306,102)
Excess of revenues and transfers in (expenditures and transfers out)	\$ (54,361)	\$ -	\$ 109	\$ (54,252)	\$ (229,742)
<u>FUND BALANCE - BEGINNING</u>	63,812	-	43,697	107,509	337,251
<u>FUND BALANCE - ENDING</u>	\$ 9,451	\$ -	\$ 43,806	\$ 53,257	\$ 107,509

See Independent Auditor's Report.

TOWN OF VIDALIA, LOUISIANA

CAPITAL PROJECTS FUNDS
INDUSTRIAL PARK FUNDSTATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 2010

WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED JUNE 30, 2009

	Budget	2010 Actual	Variance	2009 Actual
<u>REVENUES</u>				
Intergovernmental	\$ 105,000	\$ 164,380	\$ 59,380	\$ -
Other	24,000	229,130	205,130	119,687
Total revenues	\$ 129,000	\$ 393,510	\$ 264,510	\$ 119,687
<u>EXPENDITURES</u>				
Current				
Personal services	\$ 80,000	\$ 87,918	\$ (7,918)	\$ 97,890
Other services and charges	42,750	261,221	(218,471)	24,740
Capital outlay				
Other improvements	42,500	98,732	(56,232)	227,191
Total expenditures	\$ 165,250	\$ 447,871	\$ (282,621)	\$ 349,821
Excess of revenues before operating transfers	\$ (36,250)	\$ (54,361)	\$ (18,111)	\$ (230,134)
<u>OPERATING TRANSFERS</u>				
Transfers - in	-	-	-	-
Transfers - out	-	-	-	-
Excess of revenues (expenditures and transfers out)	\$ (36,250)	\$ (54,361)	\$ (18,111)	\$ (230,134)
<u>FUND BALANCE - BEGINNING</u>	63,812	63,812	-	293,946
<u>FUND BALANCE - ENDING</u>	\$ 27,562	\$ 9,451	\$ (18,111)	\$ 63,812

See Independent Auditor's Report.

TOWN OF VIDALIA, LOUISIANA

CAPITAL PROJECTS FUNDS
LCDBG FUNDSTATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 2010

WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED JUNE 30, 2009

	Budget	2010 Actual	Variance	2009 Actual
<u>REVENUES</u>				
Intergovernmental	\$ 40,000	\$ 39,567	\$ (433)	\$ 558,252
Total revenues	\$ 40,000	\$ 39,567	\$ (433)	\$ 558,252
<u>EXPENDITURES</u>				
Current				
Other services and charges	\$ -	\$ -	\$ -	\$ 36,640
Capital outlay				
Other improvements	40,000	39,567	433	215,510
Total expenditures	\$ 40,000	\$ 39,567	\$ 433	\$ 252,150
Excess of revenues before operating transfers	\$ -	\$ -	\$ -	\$ 306,102
<u>OPERATING TRANSFERS</u>				
Transfers - out	-	-	-	(306,102)
Excess of revenues (expenditures and transfers out)	\$ -	\$ -	\$ -	\$ -
<u>FUND BALANCE - BEGINNING</u>	-	-	-	-
<u>FUND BALANCE - ENDING</u>	\$ -	\$ -	\$ -	\$ -

See Independent Auditor's Report.

TOWN OF VIDALIA, LOUISIANA

CAPITAL PROJECTS FUNDS
EVACUATION CENTER FUNDSTATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 2010

WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED JUNE 30, 2009

	Budget	2010 Actual	Variance	2009 Actual
<u>REVENUES</u>				
Intergovernmental	\$ 55,000	\$ -	\$ (55,000)	\$ -
Other	-	109	109	392
Total revenues	\$ 55,000	\$ 109	\$ (54,891)	\$ 392
<u>EXPENDITURES</u>				
Capital outlay				
Other improvements	\$ 55,000	\$ -	\$ 55,000	\$ -
Total expenditures	\$ 55,000	\$ -	\$ 55,000	\$ -
Excess of revenues before operating transfers	\$ -	\$ 109	\$ 109	\$ 392
<u>OPERATING TRANSFERS</u>				
Transfers - in	-	-	-	-
Excess of revenues (expenditures and transfers out)	\$ -	\$ 109	\$ 109	\$ 392
<u>FUND BALANCE - BEGINNING</u>	43,697	43,697	-	43,305
<u>FUND BALANCE - ENDING</u>	\$ 43,697	\$ 43,806	\$ 109	\$ 43,697

See Independent Auditor's Report.

TOWN OF VIDALIA, LOUISIANA

CAPITAL PROJECTS FUNDS
BOAT RAMP CONSTRUCTION FUNDSTATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 2010

WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED JUNE 30, 2009

	Budget	2010 Actual	Variance	2009 Actual
<u>REVENUES</u>				
Intergovernmental	\$ 100,000	\$ -	\$ (100,000)	\$ -
Total revenues	<u>\$ 100,000</u>	<u>\$ -</u>	<u>\$ (100,000)</u>	<u>\$ -</u>
<u>EXPENDITURES</u>				
Capital outlay				
Other improvements	\$ 100,000	\$ -	\$ 100,000	\$ -
Total expenditures	<u>\$ 100,000</u>	<u>\$ -</u>	<u>\$ 100,000</u>	<u>\$ -</u>
Excess of revenues before operating transfers	\$ -	\$ -	\$ -	\$ -
<u>OPERATING TRANSFERS</u>				
Transfers - in	-	-	-	-
Excess of revenues (expenditures and transfers out)	\$ -	\$ -	\$ -	\$ -
<u>FUND BALANCE - BEGINNING</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCE - ENDING</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See Independent Auditor's Report.

ENTERPRISE FUNDS**Utility Fund**

To account for the provision of gas, electric, and water utilities as well as sewer services to residents of the Town and some residents of the Parish. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, financing and related debt service, and billing and collection.

Riverfront Development Fund

To account for the collection and expenditures of revenues earned from the rental of the Town's Conference and Convention Center and other riverfront properties.

TOWN OF VIDALIA, LOUISIANA

ENTERPRISE FUNDS

COMBINING BALANCE SHEET

JUNE 30, 2010 AND 2009

	Major Funds		Totals	
	Utility Fund	Riverfront Development Fund	2010	2009
ASSETS				
Current assets				
Cash	\$ 21,775	\$ 92,175	\$ 113,950	\$ 86,974
Accounts receivable, net of allowance for uncollectibles (2010 - \$5,957 and 2009 - \$8,406)	1,257,306	-	1,257,306	1,291,487
Due from other governments	-	-	-	2,000
Due from other funds	639,672	-	639,672	639,672
Total current assets	\$ 1,918,753	\$ 92,175	\$ 2,010,928	\$ 2,020,133
Restricted assets				
Consumer deposits - cash	\$ 284,098	\$ -	\$ 284,098	\$ 251,239
Property, plant, and equipment				
Less accumulated depreciation	(7,687,996)	(421,956)	(8,109,952)	(7,523,021)
Net property, plant, and equipment	\$ 11,847,552	\$ 6,476,937	\$ 18,324,489	\$ 18,146,074
Total assets	\$ 14,050,403	\$ 6,569,112	\$ 20,619,515	\$ 20,417,446
LIABILITIES AND NET ASSETS				
Current liabilities (payable from current assets)				
Accounts payable	\$ 1,453,942	\$ 172,138	\$ 1,626,080	\$ 1,501,504
Accrued liabilities	78,975	23,823	102,798	102,090
Due to other funds	15,376	494,665	510,041	510,994
Total current liabilities (payable from current assets)	\$ 1,548,293	\$ 690,626	\$ 2,238,919	\$ 2,114,588
Current liabilities (payable from restricted assets)				
Consumer deposits	\$ 284,098	\$ -	\$ 284,098	\$ 251,239
Total current liabilities (payable from restricted assets)	\$ 284,098	\$ -	\$ 284,098	\$ 251,239
Total liabilities	\$ 1,832,391	\$ 690,626	\$ 2,523,017	\$ 2,365,827
Net assets				
Invested in capital assets, net	\$ 11,847,552	\$ 6,476,937	\$ 18,324,489	\$ 18,146,074
Unrestricted	370,460	(598,451)	(227,991)	(94,455)
Total net assets	\$ 12,218,012	\$ 5,878,486	\$ 18,096,498	\$ 18,051,619
Total liabilities and net assets	\$ 14,050,403	\$ 6,569,112	\$ 20,619,515	\$ 20,417,446

See Independent Auditor's Report.

TOWN OF VIDALIA, LOUISIANA

ENTERPRISE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS

YEARS ENDED JUNE 30, 2010 AND 2009

	Major Funds		Totals	
	Utility Fund	Riverfront Development Fund	2010	2009
<u>OPERATING REVENUES</u>				
Revenues	\$ 10,257,901	\$ 123,931	\$ 10,381,832	\$ 11,706,754
Less purchases and sales tax	(6,068,004)	-	(6,068,004)	(7,129,817)
Gross profit	\$ 4,189,897	\$ 123,931	\$ 4,313,828	\$ 4,576,937
<u>OPERATING EXPENSES</u>				
Personal services	\$ 1,951,492	\$ 455,478	\$ 2,406,970	\$ 2,334,607
Materials and supplies	901,477	149,149	1,050,626	783,456
Other services and charges	849,828	654,729	1,504,557	1,383,028
Depreciation	414,815	172,115	586,930	581,715
Total operating expenses	\$ 4,117,612	\$ 1,431,471	\$ 5,549,083	\$ 5,082,806
Operating loss	\$ 72,285	\$ (1,307,540)	\$ (1,235,255)	\$ (505,869)
<u>NONOPERATING REVENUES</u>				
Interest income	\$ 1,335	\$ 228	\$ 1,563	\$ 10,976
Grants received	57,631	55,250	112,881	728,535
Total nonoperating revenues	\$ 58,966	\$ 55,478	\$ 114,444	\$ 739,511
Net income (loss) before operating transfers and contributions	\$ 131,251	\$ (1,252,062)	\$ (1,120,811)	\$ 233,642
<u>OPERATING TRANSFERS AND CONTRIBUTIONS</u>				
Transfers - in	4,053,679	1,236,929	5,290,608	5,407,315
Transfers - out	(4,124,918)	-	(4,124,918)	(3,300,203)
Change in net assets	\$ 60,012	\$ (15,133)	\$ 44,879	\$ 2,340,754
<u>NET ASSETS - BEGINNING</u>	\$ 12,158,000	\$ 5,893,619	\$ 18,051,619	\$ 15,702,625
Prior period adjustments	-	-	-	8,240
<u>NET ASSETS - BEGINNING, AS RESTATED</u>	\$ 12,158,000	\$ 5,893,619	\$ 18,051,619	\$ 15,710,865
<u>NET ASSETS - ENDING</u>	\$ 12,218,012	\$ 5,878,486	\$ 18,096,498	\$ 18,051,619

See Independent Auditor's Report.

TOWN OF VIDALIA, LOUISIANA

ENTERPRISE FUNDS

COMBINING STATEMENT OF CASH FLOWS

INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS

YEARS ENDED JUNE 30, 2010 AND 2009

	Major Funds		Totals	
	Utility Fund	Riverfront Development Fund	2010	2009
Cash flows from operating activities				
Cash received from customers	\$ 10,292,082	\$ 123,931	\$ 10,416,013	\$ 11,272,819
Cash payments to suppliers for goods and services	(8,050,313)	(907,454)	(8,957,767)	(9,964,313)
Cash payments to employees for service	(1,546,492)	(367,755)	(1,914,247)	(1,880,740)
Net cash provided by (used for) operating activities	\$ 695,277	\$ (1,151,278)	\$ (456,001)	\$ (572,234)
Cash flows from noncapital financing activities				
Loans from other funds	\$ 1,047	\$ -	\$ 1,047	\$ (795,974)
Transfers from other funds	4,053,679	1,236,929	5,290,608	5,407,315
Transfers to other funds	(4,124,918)	-	(4,124,918)	(3,300,203)
Subsidy from grants	57,631	55,250	112,881	728,535
Net cash provided by (used for) noncapital financing activities	\$ (12,561)	\$ 1,292,179	\$ 1,279,618	\$ 2,039,673
Cash flows from capital and related financing activities				
Purchases of fixed assets	\$ (665,357)	\$ (99,988)	\$ (765,345)	\$ (2,404,618)
Net cash used for capital and related financing activities	\$ (665,357)	\$ (99,988)	\$ (765,345)	\$ (2,404,618)
Cash flows from investing activities				
Interest on temporary investments	\$ 1,335	\$ 228	\$ 1,563	\$ 10,976
Net cash provided by investing activities	\$ 1,335	\$ 228	\$ 1,563	\$ 10,976
Net increase (decrease) in cash and cash equivalents	\$ 18,694	\$ 41,141	\$ 59,835	\$ (926,203)
Cash and cash equivalents - beginning of year	287,179	51,034	338,213	1,264,416
Cash and cash equivalents - end of year	\$ 305,873	\$ 92,175	\$ 398,048	\$ 338,213

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TOWN OF VIDALIA, LOUISIANA

ENTERPRISE FUNDS

COMBINING STATEMENT OF CASH FLOWS

INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS

YEARS ENDED JUNE 30, 2010 AND 2009

	Major Funds		Totals	
	Utility	Riverfront	2010	2009
	Fund	Development Fund		
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities				
Operating income (loss)	\$ 72,285	\$ (1,307,540)	\$ (1,235,255)	\$ (505,869)
Adjustments to reconcile operating income (loss) to net cash used by operating activities				
Depreciation	\$ 414,815	\$ 172,115	\$ 586,930	\$ 581,715
Change in assets and liabilities				
(Increase) decrease in accounts receivable	34,181	-	34,181	(433,935)
Increase (decrease) in accounts payable	153,984	(29,408)	124,576	(168,383)
Increase (decrease) in accrued liabilities	(12,847)	13,555	708	(46,435)
Increase in customer deposits	32,859	-	32,859	673
Total adjustments	\$ 622,992	\$ 156,262	\$ 779,254	\$ (66,365)
Net cash provided by (used for) operating activities	\$ 695,277	\$ (1,151,278)	\$ (456,001)	\$ (572,234)

See Independent Auditor's Report.

TOWN OF VIDALIA, LOUISIANA

ENTERPRISE FUNDS
UTILITY FUND

COMPARATIVE STATEMENT OF OPERATING REVENUES AND EXPENSES

YEARS ENDED JUNE 30, 2010 AND 2009

	2010	2009
<u>GAS DEPARTMENT</u>		
<u>Operating Revenues</u>		
Revenues	\$ 1,223,859	\$ 1,051,057
Less purchases and sales tax	(665,399)	(776,133)
Gross profit	\$ 558,460	\$ 274,924
<u>Operating Expenses</u>		
Personal services		
Salaries and wages	\$ 104,861	\$ 106,747
Employee benefits	35,430	49,688
Total personal services	\$ 140,291	\$ 156,435
Materials and supplies		
Office supplies	\$ 50	\$ 290
Operating supplies	11,252	7,716
Repair and maintenance supplies	14,363	27,281
Total materials and supplies	\$ 25,665	\$ 35,287
Other services and charges		
Professional fees	\$ 3,903	\$ 16,240
Advertising	-	149
Dues and subscriptions	18,434	2,678
Repairs and maintenance	1,980	-
Rentals	951	976
Bad debts	10,828	14,540
Total other services and charges	\$ 36,096	\$ 34,583
Depreciation	\$ 11,158	\$ 15,714
Total operating expenses	\$ 213,210	\$ 242,019
Operating income	\$ 345,250	\$ 32,905

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TOWN OF VIDALIA, LOUISIANA

ENTERPRISE FUNDS
UTILITY FUND

COMPARATIVE STATEMENT OF OPERATING REVENUES AND EXPENSES

YEARS ENDED JUNE 30, 2010 AND 2009

	2010	2009
<u>ELECTRIC DEPARTMENT</u>		
<u>Operating Revenues</u>		
Revenues	\$ 8,053,504	\$ 9,428,220
Less purchases and sales tax	(5,402,605)	(6,353,684)
Gross profit	\$ 2,650,899	\$ 3,074,536
<u>Operating Expenses</u>		
Personal services		
Salaries and wages	\$ 681,031	\$ 678,432
Employee benefits	274,586	308,774
Total personal services	\$ 955,617	\$ 987,206
Materials and supplies		
Office supplies	\$ 6,940	\$ 6,028
Operating supplies	247,501	144,215
Repair and maintenance supplies	204,065	237,320
Total materials and supplies	\$ 458,506	\$ 387,563
Other services and charges		
Professional fees	\$ 35,884	\$ 34,654
Communications	71,080	23,050
Travel and seminar	4,419	1,588
Dues and subscriptions	9,118	5,247
Insurance	41,292	67,000
Utilities	16,476	13,343
Economic development	243,783	276,500
Repairs and maintenance	33,149	19,569
Rentals	10,266	9,808
Bad debts	31,638	54,527
Total other services and charges	\$ 497,105	\$ 505,286
Depreciation	\$ 100,627	\$ 118,576
Total operating expenses	\$ 2,011,855	\$ 1,998,631
Operating income	\$ 639,044	\$ 1,075,905

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TOWN OF VIDALIA, LOUISIANA

ENTERPRISE FUNDS
UTILITY FUND

COMPARATIVE STATEMENT OF OPERATING REVENUES AND EXPENSES

YEARS ENDED JUNE 30, 2010 AND 2009

	2010	2009
<u>WATER DEPARTMENT</u>		
<u>Operating Revenues</u>		
Revenues	\$ 524,014	\$ 593,002
<u>Operating Expenses</u>		
Personal services		
Salaries and wages	\$ 287,371	\$ 251,655
Employee benefits	93,526	93,755
Total personal services	\$ 380,897	\$ 345,410
Materials and supplies		
Office supplies	\$ 917	\$ 3,226
Operating supplies	109,157	112,481
Repair and maintenance supplies	165,127	92,123
Total materials and supplies	\$ 275,201	\$ 207,830
Other services and charges		
Professional fees	\$ 30,816	\$ 9,657
Communications	2,439	3,669
Travel and seminar	3,698	3,797
Advertising	462	4,224
Dues and subscriptions	19,287	53,577
Utilities	99,156	133,530
Repairs and maintenance	(3,036)	11,483
Rentals	5,605	9,992
Bad debts	3,691	4,482
Total other services and charges	\$ 162,118	\$ 234,411
Depreciation	\$ 77,722	\$ 95,701
Total operating expenses	\$ 895,938	\$ 883,352
Operating loss	\$ (371,924)	\$ (290,350)

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TOWN OF VIDALIA, LOUISIANA

ENTERPRISE FUNDS
UTILITY FUND

COMPARATIVE STATEMENT OF OPERATING REVENUES AND EXPENSES

YEARS ENDED JUNE 30, 2010 AND 2009

	2010	2009
<u>SEWER DEPARTMENT</u>		
<u>Operating Revenues</u>		
Revenues	\$ 456,524	\$ 492,614
<u>Operating Expenses</u>		
Personal services		
Salaries and wages	\$ -	\$ 20,130
Employee benefits	1,447	10,866
Total personal services	\$ 1,447	\$ 30,996
Materials and supplies		
Operating supplies	\$ 96,601	\$ 46,995
Repair and maintenance supplies	44,677	38,956
Total materials and supplies	\$ 141,278	\$ 85,951
Other services and charges		
Professional fees	\$ 5,900	\$ 3,685
Dues and subscriptions	528	2,500
Utilities	144,579	151,910
Repairs and maintenance	29	2,999
Rentals	538	870
Bad debts	2,935	3,466
Total other services and charges	\$ 154,509	\$ 165,430
Depreciation	\$ 98,828	\$ 121,048
Total operating expenses	\$ 396,062	\$ 403,425
Operating income	\$ 60,462	\$ 89,189

-continued-

TOWN OF VIDALIA, LOUISIANA

ENTERPRISE FUNDS
UTILITY FUND

COMPARATIVE STATEMENT OF OPERATING REVENUES AND EXPENSES

YEARS ENDED JUNE 30, 2010 AND 2009

	2010	2009
<u>OFFICE</u>		
<u>Operating Revenues</u>		
Revenues	\$ -	\$ -
<u>Operating Expenses - Utility Office</u>		
Personal services		
Salaries and wages	\$ 130,070	\$ 124,209
Employee benefits	49,583	20,018
Total personal services	\$ 179,653	\$ 144,227
Materials and supplies		
Operating supplies	\$ 752	\$ 281
Total materials and supplies	\$ 752	\$ 281
Depreciation	\$ 126,480	\$ 59,441
<u>Operating Expenses - City Hall</u>		
Personal services		
Salaries	\$ 208,738	\$ 188,359
Employee benefits	81,810	50,663
Total personal services	\$ 290,548	\$ 239,022
Materials and supplies		
Operating supplies	\$ 3,114	\$ 4,232
Total materials and supplies	\$ 3,114	\$ 4,232
Operating loss	\$ (600,547)	\$ (447,203)

See Independent Auditor's Report.

Reports on Internal Controls and Compliance


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**REPORT ON INTERNAL CONTROL OVER
 FINANCIAL REPORTING AND ON COMPLIANCE
 AND OTHER MATTERS BASED ON AN AUDIT OF
 THE FINANCIAL STATEMENTS
 PERFORMED IN ACCORDANCE WITH
 GOVERNMENT AUDITING STANDARDS**

The Honorable Hiram Copeland, Mayor
 and Members of the Board of Aldermen
 Town of Vidalia
 Vidalia, Louisiana

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Town of Vidalia, Louisiana, as of and for the year ended June 30, 2010, which collectively comprise the Town of Vidalia, Louisiana's basic financial statements, and have issued our report thereon dated December 20, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Town of Vidalia, Louisiana's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Town of Vidalia, Louisiana's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Town of Vidalia, Louisiana's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Town of Vidalia, Louisiana's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings as Items 2010-1, 2010-2, 2010-3, 2010-4, and 2010-5.

The Town of Vidalia, Louisiana's response to the findings identified in our audit is described in the accompanying schedule of findings. We did not audit the Town of Vidalia, Louisiana's response and accordingly, we express no opinion on it.

This report is intended for the information of the Mayor, Town Aldermen, Management of the Town of Vidalia, Louisiana, the Legislative Auditor of the State of Louisiana, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

A handwritten signature in cursive script that reads "Silas Simmons, LLP".

Vidalia, Louisiana
December 20, 2010

SCHEDULE OF FINDINGS

TOWN OF VIDALIA, LOUISIANA

Current Year Findings and Corrective Action Plan For the Year Ended June 30, 2010

Reference No.	Description of Finding	Corrective Action Planned	Name of Contact Person	Anticipated Completion Date
Section I - Internal Control and Compliance Material to the Financial Statements				
2010-1	The Town of Vidalia's Hydro Royalty Fund's expenditures exceeded its budgeted amount by 10%. The budgeted amount of expenditures was \$13,100,000 and the actual expenditures were \$14,390,180. Louisiana Revised Statute 39:1311 requires that the expenditures not exceed the budget by more than 5%.	The Town of Vidalia will closely monitor the expenditures during the year so that expenditures do not exceed the budget by more than 5%.	Ken Walker Business Manager	June 30, 2011
2010-2	The Town of Vidalia's Ambulance Fund's expenditures exceeded its budgeted amount by 12%. The budgeted amount of expenditures was \$544,500 and the actual expenditures were \$611,938. Louisiana Revised Statute 39:1311 requires that the expenditures not exceed the budget by more than 5%.	The Town of Vidalia will closely monitor the expenditures during the year so that expenditures do not exceed the budget by more than 5%.	Ken Walker Business Manager	June 30, 2011
2010-3	The Town of Vidalia's Town Court Fund's expenditures exceeded its budgeted amount by 28%. The budgeted amount of expenditures was \$105,000 and the actual expenditures were \$134,676. Louisiana Revised Statute 39:1311 requires that the expenditures not exceed the budget by more than 5%.	The Town of Vidalia will closely monitor the expenditures during the year so that expenditures do not exceed the budget by more than 5%.	Ken Walker Business Manager	June 30, 2011
2010-4	The Town of Vidalia's Sales Tax Bonds Sinking Fund's expenditures exceeded its budgeted amount by 247%. The budgeted amount of expenditures was \$709,357 and the actual expenditures were \$2,464,130. Louisiana Revised Statute 39:1311 requires that the expenditures not exceed the budget by more than 5%.	The Town of Vidalia will closely monitor the expenditures during the year so that expenditures do not exceed the budget by more than 5%.	Ken Walker Business Manager	June 30, 2011

TOWN OF VIDALIA, LOUISIANA

Current Year Findings and Corrective Action Plan For the Year Ended June 30, 2010

<u>Reference No.</u>	<u>Description of Finding</u>	<u>Corrective Action Planned</u>	<u>Name of Contact Person</u>	<u>Anticipated Completion Date</u>
Section I - Internal Control and Compliance Material to the Financial Statements				
2010-5	The Town of Vidalia's Industrial Park Fund's expenditures exceeded its budgeted amount by 171%. The budgeted amount of expenditures was \$165,250 and the actual expenditures were \$447,871. Louisiana Revised Statute 39:1311 requires that the expenditures not exceed the budget by more than 5%.	The Town of Vidalia will closely monitor the expenditures during the year so that expenditures do not exceed the budget by more than 5%.	Ken Walker Business Manager	June 30, 2011

Section II - Internal Control and Compliance Material to Federal Awards

Not applicable.

Section III - Management Letter

No management letter issued.

TOWN OF VIDALIA, LOUISIANA

Status of Prior Audit Findings For the Year Ended June 30, 2010

<u>Reference No.</u>	<u>Fiscal Year Finding Initially Occurred</u>	<u>Description of Finding</u>	<u>Corrective Action Taken</u>	<u>Action/Partial Corrective Action Taken</u>
Section I - Internal Control and Compliance Material to the Financial Statements:				
2006-1	June 30, 2006	The Town's audited financial statements were not completed and submitted to the Legislative Auditor's office by the statutory date of December 31, 2006. The Town was unable to compile complete and accurate records in time to be delivered by the statutory deadline.	Yes	Management filed the audited financial statements on time.
2007-1	June 30, 2007	The Town's audited financial statements were not completed and submitted to the Legislative Auditor's office by the statutory date of December 31, 2007. The Town was unable to compile complete and accurate records in time to be delivered by the statutory deadline.	Yes	Management filed the audited financial statements on time.
2008-1	June 30, 2008	The Town's audited financial statements were not completed and submitted to the Legislative Auditor's office by the statutory date of December 31, 2008. The Town was unable to compile complete and accurate records in time to be delivered by the statutory deadline.	Yes	Management filed the audited financial statements on time.
2008-5	June 30, 2008	The Town of Vidalia's Sales Tax Fund's expenditures exceeded its budgeted amount by 21%. The budgeted amount of expenditures was \$35,000 and the actual expenditures was \$42,437. Louisiana Revised Statute 39:1311 requires that the expenditures not exceed the budget by more than 5%.	Yes	The Sales Tax Fund's expenditures did not exceed budgeted amounts in the current fiscal year.
2009-1	June 30, 2009	The Town's audited financial statements were not completed and submitted to the Legislative Auditor's office by the statutory date of December 31, 2006. The Town was unable to compile complete and accurate records in time to be delivered by the statutory deadline.	Yes	Management filed the audited financial statements on time.
2009-2	June 30, 2009	The Town of Vidalia's Sales Tax Fund's expenditures exceeded its budgeted amount by 9%. The budgeted amount of expenditures was \$40,000 and the actual expenditures were \$43,665. Louisiana Revised Statute 39:1311 requires that the expenditures not exceed the budget by more than 5%.	Yes	The Sales Tax Fund's expenditures did not exceed budgeted amounts in the current fiscal year.

TOWN OF VIDALIA, LOUISIANA

Status of Prior Audit Findings For the Year Ended June 30, 2010

Reference No.	Fiscal Year Finding Initially Occurred	Description of Finding	Corrective Action Taken	Action/Partial Corrective Action Taken
Section I - Internal Control and Compliance Material to the Financial Statements (continued):				
2009-3	June 30, 2009	The Town of Vidalia's Industrial Park Fund's expenditures exceeded its budgeted amount by 218%. The budgeted amount of expenditures was \$110,000 and the actual expenditures were \$349,821. Louisiana Revised Statute 39:1311 requires that the expenditures not exceed the budget by more than 5%.	No	This finding continues as finding 2010-5.
2009-4	June 30, 2009	The Town of Vidalia's Town Court Fund's expenditures exceeded its budgeted amount by 18%. The budgeted amount of expenditures was \$105,00 and the actual expenditures were \$126,614. Louisiana Revised Statute 39:1311 requires that the expenditures not exceed the budget by more than 5%.	No	This finding continues as finding 2010-3.

Section II - Internal Control and Compliance Material to Federal Awards:

Not applicable.

Section III - Management Letter:

No management letter issued.